Herald internation

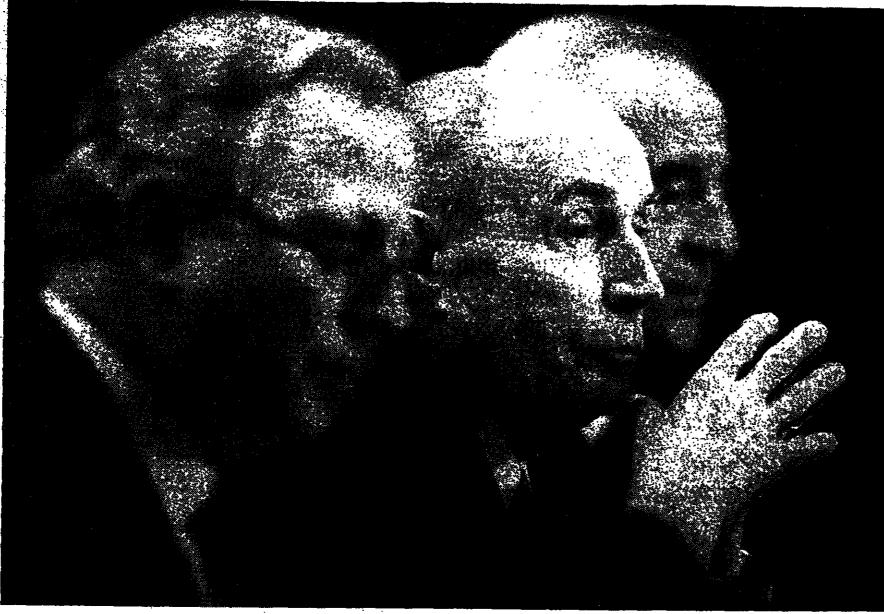
Cribune.

PUBLISHED WITH THE NEW YORK TIMES AND THE WASHINGTON POST

The World's Daily Newspaper

Paris, Saturday-Sunday, February 4-5, 1995

No. 34,816



President Mitterrand at a press conference Friday flanked by Jacques Santer, left, head of the European Commission, and Prime Minister Edouard Balladur.

Feeling French Heat, Santer Eases Quotas Stand

PARIS - Jacques Santer, the president of the European Commission, emerged from meetings with the French government Friday and softened his opposition to French-backed quotas for European movies and television programs. But he usisted that quotas were not "a miracle

Mr. Santer angered French officials last week when he said in an interview with the International Herald Tribune that quotas were not the answer to the problems of the said, were "artificial."

system of minimum quotas for European productions to protect Europe from American-imports. One senior cabinet minister had said Thursday that Mr. Santer would have done better to "shut up" on the issue.

The meeting Friday was the first formal one between the new executive commis-sion that Mr. Santer heads and the French government. France's minister for European affairs, Alain Lamassoure, said earlier in the week that Mr. Santer would be pressed to make his position clear on an-

divisual quotas, "without ambiguity."
Officials said that Mr. Santer and Pri Minister Edouard Balladur had found works.

The French government is pushing for a some common ground on quotas which month rotating presidency of the EU's Council of Ministers.

At a news conference with Mr. Balladur and President François Mitterrand, Mr. Santer did not rule out quotas entirely. "Quotas are not something that should last an eternity." he said, "and it is not in that direction, I think, that we should look for a miracle core.

Budget Minister Nicolas Sarkozy affirmed earlier that France had always defended and would continue to defend the

some common ground on quotas which
France has made a key issue during its sixfurther with what he called "an active policy of stimulus" for the industry.

It was not normal, he added, for 80 percent of the movies circulating in Europe to be American and only I percent of the films released in America to be European.

in other countries? The public is not

He said there was no going back on a See SANTER, Page 2

"We have good actors, great produc-tions," he said, singling out popular mov-ies like the Danish "Babette's Feast." Why cannot these works circulate freely

U.S. and Beijing Go to Brink on **Trade Sanctions**

Washington Prepares to Issue Biggest Penalty Ever on Piracy

WASHINGTON - The United States expects to impose its largest trade sanc-tions ever Saturday against China, the trade representative, Mickey Kantor, said

Mr. Kantor said the U.S. government would not hesitate to begin sanctions proceedings against China in the absence of a last-minute agreement on intellectual property protection. He said such an

agreement was unlikely. The two countries are on a collision course over U.S. allegations that Beijing does not do enough to prevent the pirating of American entertainment and computer

Chinese officials have not responded to Mr. Kantor's offer for last-minute talks in Washington. Beijing has blamed the Unit-ed States for the failure of the trade talks, asserting that it would not be pressured by Washington's demands, which it said went "beyond the scope of intellectual proper-

"We expect that we'll have an an-nouncement tomorrow morning," Mr. Kantor told a CNN interviewer Friday. "If we do take action tomorrow, it will be the largest sanctions in retaliation in Ameri-

The United States has threatened to impose 100 percent tariffs on about \$1 billion worth of imports from China if no agreement on protecting copyrights, patents and trademarks from piracy was

The affected imports would be drawn from an initial list of \$2.8 billion worth of Chinese goods, from electronic products to toys, that was published a month ago.
But if the tariffs are announced, it will still be several weeks before they take ef-

The Chinese have vowed to counter any sanctions by curbing U.S. companies' The State Department has delayed the plans to invest in China and by doubling offer, Agriculture Department officials

tariffs on American goods. Mr. Kantor's office has said that piracy costs U.S. businesses more than \$1 billion this week for the Lunar New Year holiday.

Kiosk

Markets Advance

On U.S. Jobs Data

U.S. stock and bond prices soared

Friday as investors cheered what nor-

mally would not be good news: that unemployment has risen for the first

The unemployment rate rose in January to 5.7 percent, the Labor Department

said, as companies hired fewer workers

that rapid growth in the U.S. economy

Mitterrand and Yeltsin

PARIS (AFP) — President François Mitterrand said Friday that he had in-vited Boris N. Yeltsin to Paris for May 8

commemorations of the Nazi surrender,

and that he had been invited to Moscow

by the Russian president for further ceremonies the following day. Ceremo-

nies are to start in London on May 7

and continue in Paris and Berlin on

May 8 and in Moscow on May 9.

Exchange Invitations

Up 0.27%

than in any month in the last year. The markets saw the report as a sign

time in a year.

had finally abated.

Up 57.87

The Dollar

gal reproductions of American-made movies, compact disks, computer software and other products without compensating the American creators.

Washington has demanded that Beijing shut down the pirate factories and take steps to prevent other piracy.

"I think the Chinese may be confused," the trade representative said. "President Clinton has made it clear he would enforce U.S. trade laws." He said Japan and other U.S. trading partners as well as a broad coalition of American companies fully backed the administration.

Mr. Kantor told of a U.S. trade negotiator who saw an advertisement in a Beijing newspaper offering computer software compact disks for less than \$100. "He went," he said. "That CD-ROM had on it \$10,000 worth of software programs he bought for under \$100, all pirated."

The same advertisement also sought distributors for the disks, Mr. Kantor said. This is open and notorious. This is nothing short of thievery."

China has said its reprisals would affect American cosmetics, cigarettes and alco-hol as well as products from American chemical and pharmaceutical companies. It has also said it would impede investment plans in China by the Big Three U.S.

But Mr. Kantor played down the retalia-tion threat, saying that because Beijing has refused market access to U.S. businesses, there's very little that the Chinese can do to effectively harm us economically."

But China has become an important U.S. market for grain and is the No. 3 buyer of American wheat. The Agriculture Department has been preparing to offer Beijing about I million tons of wheat at government-subsidized prices.

Most offices in Beijing have been closed a year as Chinese factories churn out ille- and there have been reports that the country's paramount leader, Deng Xinoping, is no longer fit enough to make policy deci-

> But Mr. Kantor dismissed such impediments, saying, "That's China's problem, not our problem. We have U.S. workers and their jobs at stake here."

No officials of China's Ministry of Foreign Trade and Economic Cooperation or the Foreign Affairs Ministry could be reached for comment.

(Bloomberg, Reuters)

Dutch Worry: As Rivers Fall, So Could Dikes

By Alan Cowell

TIEL, Netherlands — With Europe's flooded rivers ebbing rapidly. Dutch authorities settled in Friday for what could be a long wait to determine the answer to a vital question: Will the dikes that largely contained the threatening rise of the waters withstand their equally perilous fall?

The absence of an easy answer means that many of the more than 200,000 people who evacuated towns like this empty settlement on the Waal River this week could have long waits before they can safely return to their homes.

The string of towns, farms and villages along the Waal and other rivers in the east and central Netherlands has emerged as the last place in Europe still threatened by

the flood waters.

Belgium lifted a state of emergency in most places Friday. In Germany, for the first time in days, the historic center of Cologne was free of water.

Even in the southern Netherlands, around the town of Limburg, people began returning home, albeit to face the mess of cleaning away mud that relief officials say may be polluted by heavy metals drawn out of the riverbed by the flood. But in this area, home to the flooded Meuse, Waal and Rhine rivers, the more

important peril now emerging is that dikes soaked with water will be critically weakened by the rapid drop of the rivers, which are falling by 2.5 centimeters (just under a inch) every hour. "We don't expect any announcement

before Saturday and that would only be to tell people the schedule for going home," said a spokesman for the flood crisis center in the town of Nijmegen.

Another relief official, Herbert Rob.

said, "The dikes are still in a dangerous condition and it will be at least a week before tens of thousands of people are allowed home." If people try to go home without autho-

See FLOODS, Page 5

Holding the Lid on Burundi's Powder Keg

Amid Sense of Crisis, Many Worry About Repeat of Rwanda

By Donatella Lorch New York Times Service

NAIROBI — An opposition political party threatened to overthrow the government of Burundi this week, by force if necessary. Rival ethnic groups clashed in gun battles in the suburbs of the capital, Bujumbura. A grenade exploded in a bus on Wednesday, killing at least one person and wounding several others. A two-day general strike has shut down the city.

Crisis and uncertainty have been common currency in Burundi for more than two years, and diplomats continue to worry whether the Central African nation can avoid the unspeakable violence that befell its northern neighbor, Rwanda. So far it has, but Burundi always seems to be on the

brink of disaster. Burundi, too, has been torn by ethnic hatred and political upheaval. In 1993, an

By Ann Devroy
Washington Post Service

of President Bill Clinton sheds additional

light on Mr. Clinton's attempts to deal

with the political impact of two issues that

dogged him throughout his 1992 campaign

and into his presidency: extramarital af-fairs and his successful effort to avoid

military service during the Vietnam War.

In "First in His Class," a Washington Post staff writer, David Maraniss, reveals that Mr. Clinton decided against running for president in 1988 after his chief of staff,

Betsey Wright, began listing the names of women with whom he allegedly had had affairs and asked him to tell her the truth

The two went over the list twice, she says in the book, to determine which women might talk publicly and which would not;

at the end of that exercise, Ms. Wright

"suggested that he should not get into the

Newsstand Prices

Andorra 9.00 FF Luxembourg 60 L. Fr

about each one.

WASHINGTON - A new biography

the newly elected Hutu president, Melchior Ndadaye -one of at least four attempted military coups in about two years. Two presidents have been slain. The economy has crumbled, and a recent visit to the country found little evidence of optimism.

in Bujumbura, where the government enforces a dusk-to-dawn curiew, neighborhoods are almost completely segregated by ethnic group. Reports of violence between Hutu and Tussi, the same tribal division as in Rwanda, filter in daily. The army is said to be involved in some of the killings.

Crime is a major problem.

Burundi is desperately poor and mainly agricultural. Only an estimated 300,000 of its 6 million people work in business or industry. Officials estimate that one-third of the government is financed by aid mon-

New Book Exhumes Tales of Clinton's Past

The book recounts conversations Mr.

Clinton had with several other associates

and advisers in that period about the possi-

ble effect that public knowledge of any affairs could have on his candidacy.

daughter.

estimated 100,000 people were killed in ey from the international community. Sevethnic violence after the assassination of enty percent of adults are illiterate, and the army eats up about 25 percent to 40 percent of the gross national product. Secondary schools are so crowded they turn away students. Diplomats say the first ones denied entrance are Hutu.

Last summer, after a Tutsi-dominated government took power in Rwanda, about 140,000 Rwandan Tutsi who had been living in Burundi for more than 30 years went home. With them went the commercial backbone — 40 percent of the nursing corps, 50 percent of the taxi drivers, journalists, even the nation's pop singing star, a woman named Annunziata,

But Burundi has avoided the chaos of Rwanda largely because of a tenuous, antagonistic relationship between its Hutudominated government and the Tutsi-See BURUNDI, Page 5

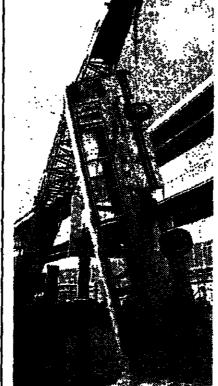
In the book, Mr. Maraniss writes that as

a congressional candidate in 1974, Mr.

Clinton was so concerned about the possi-

ble repercussions of a letter he had written

five years carlier, thanking a colonel in the

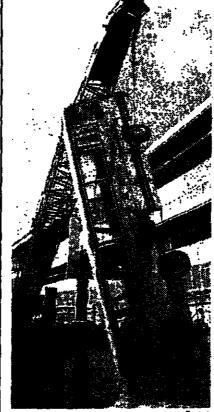


A treasure trove of 19th century photo-

Book Review	:	Page :
International Classified		Page 1

-				
44.5				数
DRED	GIN	G KOBE	— An	Rener
bus, or Kobe's	e of :	23 vehicles in the Judge Frida	es to fa an. 17 o	ll into ruake,
being i	etriev	ed Frids	y by a	crane.

graphs was auctioned in Paris. Source Melikian reports



Book Review	Page
International Classified	 Page 1

Late Thursday night, Alan Cohen, a lawyer for Ms. Wright, issued a statement on her behalf asserting that she had been Reserve Officers' Training Corps for "sav-ing" him from the draft, that he arranged to have what he thought was the original misunderstood by Mr. Maraniss. letter destroyed. In response, the author said that before Unbeknownst to Mr. Clinton, a copy the book was published, he had read to Ms. See CLINTON, Page 5 Wright all references to her and that she

race" out of deference to his wife and had responded that he had accurately reduphter.

By Lynette Holloway

NEW YORK — Mary Vierck sat patiently in the TWA terminal at John F. Kennedy International Airport, har eyes freshly made up with powder-blue shadow, her sait-and-pepper hair in a tight bun. Her cart was piled with luggage, including a black vinyl suitcase full of blankets and pillows.

On a recent early morning, Miss Vierck, 58, was essentially indistinguishable from the travelers around her. But she was not on her way anywhere, not to Phoenix or Chicago or even to Manhattan, Miss Vierck

She has lived there for more than four years, waking each morning at daybreak to wash, paint her face and change her white shirt for her black one, her blue cardigan for the forest-green pullover. She has a favorite chair (facing a snack bar, near the ladies' room), she cats three hot meals a day, and she even gets her mail at the airport chapel, where the chaplain holds her letters. "I feel safe here," she said. "The Lord protects me. I

At the Airport, People Going Nowhere Find a Home

don't ever have to worry about a thing. This is my home. This is where I live and it's peaceful." Eight years ago, when there were several hundred homeless at the three airports in the New York area, the Port Authority of New York and New Jersey hired social

workers to coonsel them and, ultimately, move them into transitional housing. The program largely succeeded, but a couple of dozen people, like Miss Vierck, simply refused to budge. These

people, the most difficult to reach and often the most fragile, do not want to find another home, social workers

These are the hard-core homeless who will say no to shelter every time," said Rita Schwartz, director of government and community relations for the Port Authority, which runs the airports.

About a dozen people now live permanently at Kennedy Airport, settling down at night in the cavernous terminals that never close, sacking out like weary travelers in modular chairs or on the floor.

As a group, they are different from the homeless people on the streets or in the subways. They are, in effect, invisible, blending in each day with the human

See AIRPORT, Page 3



Croat Aide to Visit Belgrade for Talks

SARAJEVO, Bosnia-Herzegovina (Reuters) — Foreign Minis. ter Mate Granic of Croatia will visit Yugoslavia within a month inter Mate Granic of Croatia recognition and reduce the threat of an effort to spur diplomatic recognition and reduce the threat of renewed war, Croatian government sources said Friday.

Mr. Granic will explore the prospects for peacefully ending the deadlock over the future of the rebel Republic of Serb Krajina on Croatian territory. President Franjo Tudiman of Croatian and Constitution of Croatian and Croatian territory.

deadlock over the future of the repel Republic of Gero Krajma on Croatian territory. President Franjo Tudjiman of Croatia, angered by the failure of the United Nations to restore the rebel republic to Zagreb's control, has ordered UN peacekeepers to leave Croatia

oy me end or march.

In Bosnia, meanwhile, UN peacekeepers reported an upsurge of in Bosnia, meanwhile, UN peacekeepers reported an upsurge of fighting in the Muslim enclave of Bihac. Military observers said almost 250 tank, mortar and artillery rounds were fired in a four-



An 'Anti-Berlusconi' Enters Italy's Political Fray

By Alan Friedman

ROME - Romano Prodi, the former chairman of Italy's giant IRI state holding company, said Friday that he will enter national politics and challenge former Prime Minister Silvio Berlusconi at the next general election.

The move by Mr. Prodi, 56, immediately raised expectations here that he could soon become the leader of a wide-ranging center-left coalition.

Mr. Prodi is a former Christian Democrat with a following of moderates that includes a variety of small centrist and

Ireland Releases

5 IRA Prisoners

By James F. Clarity

New York Times Service

DUBLIN - In a move de-

signed to encourage the Irish

Republican Army to sustain its

five-month-old cease-fire in

Northern Ireland, the Irish gov-

ernment on Friday released ear-

ly five of the 30 IRA convicts

held in Irish prisons.

Last December, Dublin re-

Officials and analysts said

that the release was directly re-

lated to efforts to keep alive the

cease-fire, which the IRA began

It also was seen as a conces-

sion to strengthen the position

of Gerry Adams, the president

of Sinn Fein, the IRA's political

wing. Mr. Adams is credited

with having persuaded the IRA

military commanders to sus-

pend their 25-year campaign to

force Britain to relinquish pow-

The release came two days

after the peace effort was ruf-

fled by a newspaper leak of a

British-Irish plan for the talks

that outraged unionist leaders

in the north. The Protestants

charged that the plan envisions

joint authority shared by Dub-

lin and London over a new unit-

ed Ireland, in which the Protes-

tant majority in the north

would be subsumed. The Lon-

don and Dublin governments

say the plan is a set of guide-

lines for discussion at formal

peace talks that would include

Prime Minister John Bruton

and Bertie Ahern, the head of

KLM flight took off later for

Amsterdam without problems.

Irish politicians, including

Sinn Fein,

er in the province of Ulster

on Sent. 1.

leased nine prisoners early.

Move Signals Effort to Sustain Truce

sought to calm the storm, as

have Prime Minister John Ma-

jor of Britain and the leader of

the opposition, Tony Blair of

Of the controversial Irish-

British guidelines for full-

fledged negotiations, Mr. Bru-

ton said: "There are issues

remaining to be settled. But

we're not going to get stuck on sticking points. We're going to

and British officials had held a

productive meeting Thursday

points now in dispute "will be

irrelevant in six months' time.

when we will be in formal nego-

tiations." The goal of the Irish-

British plan is to bring Sinn Fein to negotiations with the

two governments and with oth-

Former Prime Minister Gar-

ret FitzGerald said that much

The prisoners released early

Prime Minister Bruton said

had been serving terms that

would have expired in two or

he hoped Britain would consid-

er early release for some of the

800 IRA prisoners it holds in

spokesman said no early re-

requests promptly, which both

cuts their costs and assures hu-

mane treatment.

In London, a government

leader, James Molyneaux.

three years.

the North.

opposition in Parliament, leases were being considered.

U.K. Court Keeps Rule

On Jailing Immigrants

er northern parties.

He added that teams of Irish

Mr. Ahern, head of the

the Labor Party.

get over them."

Fianna

On Friday, Mr. Prodi was being hailed in the Italian media as the only national politician who commands enough support to serve as "the anti-Berlusconi.

Mr. Berlusconi, meanwhile, was demanding elections as soon as possible and was strengthening his ties with the rightist National Alliance.

"My aim," Mr. Prodi said in an interview, "is to offer for the first time in Italian political history a real choice that would lead to alternating governments."

Mr. Prodi made clear that he supports

Jews Assail

Nazi 'Myth'

BONN - A German court

stirred outrage among Jewish

leaders and opposition politi-

cians on Friday by acquitting

two neo-Nazis who used a tele-

phone answering service to de-

scribe the Auschwitz death

The case recalled a court rul-

ing in August, when Günter Deckert, head of the neo-Nazi

National Democratic Party,

was given a one-year suspended

sentence for denying that the Holocaust took place. The Fed-

eral Court of Justice later called

the sentence too lenient and or-

Goertz, 24, and Jens Siefert, 23,

were accused of incitement and

slandering the memory of the

dead after recording a message

on an answering machine used

to advertise the activities of far-

Oscar," the message said, refer-

gets seven Oscars for film of the

The message was recorded in March 1994, but the court rul-

ing came only days after com-

memorations in Poland of the

50th anniversary of the libera-

tion of Auschwitz by Soviet

troops on Jan. 27, 1945.

Jews - did not exist.

the same message.

to bring inhumanity, discrimi-

nation, racism and anti-Semi-

tism to the fore."

"A film by Spielberg wins an

In the latest incident, Andre

camp as a myth.

dered it reviewed.

right groups.

of the problem this week was ring to the Steven Spielberg the result of internal politics in movie "Schindler's List." "He

the moderate Ulster Unionist stands up against Nazi Germa-

Party, with some politicians ny, others join in, he keeps the

seeking to weaken the party Auschwitz myth alive and he

Ruling on

Catholic parties as well as many former the current government of Prime Minister Communists.

"I'm against holding election until Mr. Dini has performed his important public service for the country, including deficit reduction and pension reform," Mr. Prodi

■ Dini Meets With Clinton

Mr. Dini and President Bill Clinton held working luncheon Friday in Washington. Agence France-Presse reported.

The Italian leader stopped off at the White House on his way to a meeting in Toronto of top financial officials of the Group of Seven industrialized democracies.

Yeltsin Confronted **Defense Chief Over** Fraud, Report Says

By Margaret Shapiro

Washington Past Service MOSCOW — Defense Minister Pavel S. Grachev, under attack for bungling the Chechen operation, checked him-self into a Moscow hospital after President Boris N. Yeltsin confronted him with a document allegedly linking General Grachev to a secret German bank account, the newspaper Sevodnya reported Friday.

General Grachev has been linked to military corruption scandals before, but this is the most serious charge to appear. It comes amid growing calls for his dismissal after the military assault on Chechnya, which is widely unpopular and has re-sulted in thousands of deaths.

General Grachev's press secretary, Yelena Agapova, denied Friday that the defense minister was involved in any illegal deal-ings, and said that General Grachev was in the hospital for a routine medical check-up.

She said the German account was a legal one that was used to pay for the maintenance and withdrawal from Germany of Russia's Western Army Group. She called the Sevodnya story just one more attempt to disin-form everybody and blackmail the minister."

The Western Army Group has been the focus of several corruption investigations. Widespread illegalities by top officials, allegedly with the knowledge of higher-ups in Moscow, have been reported.

'Auschwitz' Fashions

Draw Jewish Rebuke

By Suzy Menkes

PARIS - The World Jewish Congress on Friday con-

Serge Cwaigenbaum, secretary-general for Europe of the

Congress, who viewed the outfits Friday at the Paris head-

quarters of the Tokyo-based Comme des Garçons, will issue a

The striped clothes, and others bearing prints of identifica-

tion numbers and marks of military boot prints, were shown

on Jan. 27 during the French menswear fall-winter season.

Asked then what was the significance of her fashion state-

ment, the designer Rei Kawakubo, 52, replied through an

In a statement issued Friday, Mrs. Kawakubo said the

The fact that it was so completely misunderstood has

caught me by surprise and made me very sad," she said.

and felt close to them in my heart. I have visited Israel in that

the numbers were "a naive expression, like a child drawing on

visiting Comme des Garçons. But he said earlier that he was

concerned about the "banalization" of images of Jewish

suffering and unhappy about the increasing use in fashion of

iconography of World War II, including Nazi uniforms,

He said he had also approached Jean-Louis Scherrer,

Mrs. Kawakubo had been criticized for a 1994 collection

showing recycled military uniforms, which were seen as a

reference to the Bosnian conflict. Karl Lagerfeld apologized

last year to Muslims and withdrew and destroyed a dress from

a Chanel collection that was embroidered with a script from

Also in 1994, the widow of a judge killed by the Mafia condemned Doice & Gabbana of Milan for citing mafiosi as

whose haute couture collection in Paris last week featured

military uniforms and caps identified with 1930s Berlin.

Mr. Cwajgenbaum could not be reached for comment after

Personally, I have always deeply respected the Jewish people

demned the display of men's pajamas in a fashion show that it

says suggest the uniforms of Auschwitz inmates.

formal statement Monday, his Paris office said.

interpreter: "The meaning is there is no meaning."

theme of the show was "sleep," hence the pajamas.

A government investigation of the group was shut down more than two years ago. The investigator's job was eliminated in a reorganization.

General Grachev has denied charges of widespread military

Mr. Yeltsin, who received the eneral's military backing in the 1991 coup attempt and the 1993 uprising, has strongly support-ed him. But last fall, after a newspaper reporter looking into alleged corruption was murdered, Mr. Yeltsin dismissed General Grachev's chosen deputy, a general who had led the Western Army Group.

According to the Sevodnya article, which cited several sources in the presidential administration, Mr. Yeltsin confronted General Grachev on Jan. 25 with a document from the Defense Ministry's finance department showing an unau-thorized Deutsche Bank account opened in 1992.

The newspaper said that as much as \$20.6 million had been in the account at times. Sevodnya's sources suggested that the money came from the sale of Warsaw Pact military supplies and fuel that was supposed to have been brought back to

The document that Mr. Yeltsin showed General Grachev did not include the general's name or signature, according to the newspaper article, which was written by Sergei Parkho-

General Grachev denied knowing the source of the money in the account and said he did not know why it had been deposited there, Sevodnya's sources said.

The general's attempts to persuade Mr. Yeltsin of his innocence "looked rather hopeless from the very beginning," the newspaper reported. "Gra-chev felt sick immediately after the incident" and sometime later checked into the hospital.

Previous reports suggested that General Grachev, 48, had checked into the hospital Jan.

His press secretary said she expected that General Grachev would not remain in the hospital for long. "You shouldn't worry about the minister's health," she said.

Report on Chechnya

Russian officials had no immediate response to an angry condemnation issued in Grozny, Russia, by a European de-fense organization, which said that Moscow was using excessive force to crush Chechen fighters, Reuters reported Fri-

Air attacks resumed after a lull of several days and many bombs were dropped around Grozny, the Chechen capital.

Officials of the Organization for Security and Cooperation in Europe, in a statement released after a visit of Chechnya, said that the organization's Permanent Council expressed "deep concern over the disproportionate use of force by the Russian armed forces."

Valeri Grishin, acting head of the Russian government center dealing with Chechnya, said officials were studying the text.

The police in Hyogo Prefecture, where Kobe is the largest city,

Kobe Quake Toll Is Revised Upward KOBE, Japan (AP) — The death toll from the Kobe earthquake increased by 139 to 5,243 Friday after private hospitals reported more victims from Japan's worst natural disaster in 72 years.

said they were investigating 100 deaths that might also be added to the quake toll. Nobuo Hidaka, spokesman for the prefecture, said the police revised the death toll after surveying private hospitals where some of the injured later died.

The national police said six people were still missing and 26,804 had been injured in the Jan. 17 quake. The government said it planned a lottery to raise funds for reconstruction.

Gingrich Is Upbeat on Haiti Mission

WASHINGTON (Reuters) — Newt Gingrich, the speaker of the House of Representatives, said Friday that the U.S. armed forces mission in Haiti was "going much better than one might have hoped."

Mr. Gingrich made the remark to reporters at the start of a meeting with the Haitian prime minister. Smarck Michel, who is

on a two-day visit to Washington.

Mr. Gingrich said the U.S. operation had "worked much better than many of us thought it would, at least up to now." President Bill Clinton acted unilaterally in Haiti last year to restore President Jean-Bertrand Aristide to power. The peacekeeping operation is due to be handed over to the United Nations.

1

811

128

130-T-

13.7

٠٠٠ تربلي

D:

ber 2

 $\mathbb{Z}^{n_1 + \cdots + n_n}$

Quote/Unquote

lu:

OL C

DE2 :-- -

di⊆ .

Marie Com

AR S

Fide let

Total F. Bordy: Excess:

Mes had the same of the same o

oral particular and p

Ren Street Gar.

Clinton See 13

ni c

Sweden Cancels Iran Official's Visit

STOCKHOLM (AP) - Sweden has canceled its invitation to a senior Iranian official under pressure from neighboring Norway, which is embroiled in a diplomatic fight over Iran's death sentence against the British writer Salman Rushdie.

Iran's deputy foreign minister, Mahmoud Vaezi, was scheduled to stop in the Swedish capital on Feb. 7 and 8 during a tour of Scandinavia, after visiting Denmark.

But the Norwegians asked Sweden to block Mr. Vaezi's visit as a protest against Iran's call for the death of the India-born author of "The Satanic Verses." The Danish Foreign Ministry said Mr. Vaezi still planned to visit Copenhagen on Feb. 6 and 7.

Kenya Warns Against Rebel Group

NAIROBI (Reuters) - Kenya said Friday that a Communistled guerrilla movement based in a neighboring country was trying to create chaos and overthrow President Daniel arap Moi's

An official statement told Kenyans to remain vigilant and promised "decisive" action against people trying to undermine national security. The statement did not name Uganda as the country concerned, but strongly implied it.

The announcement specifically warned against "the subversive

designs and activities directed against" the government "and our people by an organization calling itself February Eighteen Movement and its armed wing, February Eighteen Resistance Army."

13 Are Killed in Colombia Gun Battle

BOGOTA (Reuters) - Gunmen burst into a Colombian farmbouse where a family was praying for a murdered relative and sprayed mourners with bullets, killing all nine, the police said Friday. The youngest victim was a girl of three.

Minutes later, officers shot and killed three people inside a car white bullets the relice said. A policeman also died in the

used by the killers, the police said. A policeman also died in the gunfire, bringing the total number of victims to 13.

The massacre took place in the coffee-growing province of aldas, about 210 kilometers (130 miles) northwest of Bosotá The police chief in Caldas, Jorge Daniel Castro, said he believed the killings stemmed from a feud between families.

NATO Moves Into Eastern Germany

BERLIN (NYT) - NATO grew a little bit bigger on Friday. With its first exercise on the soil of the former East Germany, the North Atlantic Treaty Organization staked its claim to 41,757 square miles (108,000 square kilometers) of what was enemy territory until just five years ago. Ambassadors, defense ministers and military chiefs of staff

from the 16 NATO member states were on hand to witness the occasion. "Another vestige of the divided Germany is gone." said the NATO secretary-general, Willy Claes, as the maneuvers began. "All of Germany is now protected by the alliance."

Under the treaty that paved the way for German unification in 1990, Russian troops were allowed to remain in Germany's eastern states until the end of 1994. German troops stationed there were excluded from the NATO structure until Jan. 1, 1995.

For the Record

The Association of South East Asian Nations has decided to admit Vietnam as its seventh member, the Vietnam News Agency reported Friday. The agency, monitored in Tokyo, said the decision was reached at a meeting of ASEAN's Standing Committee on Jan. 26 in Jakarta

Paavo Rantanen, 60, a former Finnish diplomat and political independent, was named foreign minister Friday. He is a former director of the telecommunications group Nokia.

Major Rejects an EU Currency said. "We don't believe anyone

could sensibly want to go ahead

then, but if they do, we

wouldn't be with them. Nor can

we accept any prejudgment.

one way or the other, about

German law forbids propagation of the "Auschwitz lie," meaning the assertion that the camp — where about 1.5 mil-LONDON - Prime Minister lion people died, most of them John Major said Friday that the European Union could be torn But the opposition Social Democrats said that the ruling, apart by a single European currency and that his government handed down Thursday by a would soon suggest new condicourt in Hamburg, had allowed tions for joining such a plan. extreme rightists to find an al-

insignia and jackboots.

Mr. Major, whose Conservaternative expression to convey tive Party is in disarray over disagreements on Europe, tried "It was to be expected that to reassure the "Euro-skeptics"

> Mr. Mitterrand said he ture as you do," he said. "but I also like French culture and sometimes more." Many Euro- al products should be excluded peans, he said, shared his fear from the agreement.

some unknown time in the fu-Mr. Major added: "Nor will we agree to a more prescriptive, centralist Europe, or removal of the nation-state's veto." Criteria on a single currency

mentary party in December after a dispute over contributions to the EU budget. Since then, Mr. Major's government has technically been in a minority. But instead of taking a hard

pended from or quit the parlia-

line with the rebels, Mr. Major, once staunchly pro-European, has been adopting a tougher stance toward Brussels, much to

TRAVEL UPDATE

Britain Shelves New Runway Plans LONDON (AFP) - Options for a third runway at London's

ing recent demonstrations in the Gulf emirate. The State Department said American-owned property had been damaged in acts of vandalism. It also said that conservative dress "may be appropriate" during upcoming Ramadan observances.

Imprime par Offprint, 73 rue de l'Evangile, 75018 Paris.

احكذا من الاعل

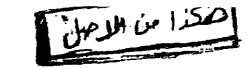
plan to appeal the decision. neo-Nazis and other right-wing in his party by saying he would resist moves toward "centralthe dismay of Foreign Secretary LONDON — An appeals court ruled Friday against a Heathrow airport or a second runway at Gatwick "should not be which means that foreigners extremists would come up with considered further." Transport Secretary Brian Mawhinney said. In a parliamentary written answer, Mr. Mawhinney said that while analysis showed a strong case for additional runway capaci-Douglas Hurd and other proagreed to in the Maastricht who are seeking asylum in Britnew phrases to avoid saying Europeans in the party.

Mr. Hurd told an audience in treaty on closer European group of Asian immigrants in a 'Auschwitz lie' but mean the same thing," said Cornelia Sonntag-Wolgast, a Social ain must stay in prison while "I will tell you my fear. Ununion were no longer sufficient, landmark case that could have their cases are considered. Scotland on Friday that Britain less economic circumstances he said, adding that the chanty, any future development "must take account of environmental brought freedom to hundreds had won key battles to influ-The British government says cellor of the exchequer, Ken-neth Clarke, is to "go into fur-ther detail on this next week." right, a single currency impacts." He said he would be commissioning further studies on of asylum seekers now lan-Democrat legislator. it can hold or question illegal would tear the European Union apart," Mr. Major told the Conence the bloc in favor of free guishing in British jails. the subject from the Civil Aviation Authority. The government of Chancelimmigrants until it has weighed trade and economic deregula-tion, and added: "There is a The immigrants, three from An earlier report said 3,300 homes would have to be demolished their applications, fearing the lor Helmut Kohl made no im-Mr. Major has been trying to servative Way Forward, a rightfor a third runway at Heathrow and that the village of Charlwood India and one from Pakistan, asylum-seekers might otherwise mediate comment. But the pubmessage there for anyone wing grouping of party memappease those in his party who would be seriously affected by a new runway at Gatwick. lic prosecutor's office in tempted to suggest we have want at most a loose union with Two new air links between the United States and Britain as well Advocates for immigrants, Hamburg said that it would challenge the court's ruling. "We have to understand that We cannot accept that sternothing to gain from rolling up Europe. They fear a Brussels bureaucracy that could destroy asa cooperative agreement between airlines to ease travel between the countries have been approved by the U.S. Transportation Department. Delta Air Lines and Virgin Atlantic Airways were alarmed at what they consider a ling should be part of a single currency by 1996 or 1997," he **Collision Avoided** our sleeves and engaging in the system weighted against asylum European debate. Britain's sovereignty. lower-court judges don't have the last word," said Ignatz Bu-bis, head of the Central Council eekers, say it is wrong for those At Lisbon Airport given permission to offer shared service between seven U.S. cities fleeing persecution at home to face detention instead of a safe and London. New service to England was approved for American SANTER: Under French Pressure, Quota Stand Eases Airlines between Chicago and Birmingham. Alabama, and for Tower Air between New York and London's Stansted Airport. (AP) of German Jews. LISBON - Air-traffic con-After the ruling, the four men He said that the expression trollers here managed to stop the takeoff of a KLM passenger jet on Friday to avert a possible collision with a military plane. The Airport and Air Traffic that European culture was in Many experts argue that a Flights at Paris's two main airports were again delayed by an Continued from Page 1 "Auschwitz myth" gave the im-pression that the death camp was "a fairy tale." surrendered to immigration of-1989 directive called "Televi-sion Without Frontiers," which average of about half an hour Friday as a firemen's strike went into its second day, airport officials said. At both Orly and danger of being swamped by quota system would be impossificials, but were temporarily re-leased pending a decision on ble to carry out given the multi-plication of satellite broadcast-American imports, but he ac-knowledged that culture was Charles de Gaulle airports, only one of the two runways normally their asylum applications. Michel Friedman, a member requires broadcasters to ensure Claude Moraes, head of the that at least half their producalso one of the areas in which it ing Britain, in particular, is of the Central Council, said the open was in service. was most difficult to find conenergetically opposed to quo-Authority said the Dutch carri-Joint Council for the Welfare of tion is made in Europe. It had court's decision showed that A 16th-century palace where the Medici family once entertained er's Airbus 310 was ready to leave for Amsterdam when a sensus in Europe. and now the Senate debates is being opened up for tourists.

Palazzo Madama became the Senate seat in 1870, when Rome Immigrants, said the ruling was German judges still had diffimade it easier, he said, for European productions to circulate freely within the Union. a blow that let stand "this quite culty dealing with what he called "mental arsonists who brutal policy."
He said 600 to 700 asylum Portuguese military Hercules C-130 took off from a nearby Mr. Santer said the European The powerful U.S. television became the capital of united Italy. It will open for eight hours the Commission would conduct a and film industry has lobbied use words as their weapons." first Saturday of every month for 45-minute guided tours. (AP) strongly against quotas. But it review of the issue next week runway without receiving clearbacked the government's battle to protect European cultural seekers are in British jails await-"Rulings like this are wrong." The United States has advised Americans in Bahrain to keep failed to obtain a completely before a meeting of European culture ministers Feb. 13 and ing a ruling, whereas other Euhe told a radio interviewer. Officials said controllers were open market in the world trade away from large public gatherings and to exercise caution followidentify. "I love American culropean governments provide "They encourage the wrong people, namely those that want 14. Every possibility of helping able to halt the Airbus in time to avoid a possible crash. The

treaty last year, after France argued successfully that cultur-

the European film and television industry would be discussed, he added.



THE AMERICAS / 1996 NUMBERS

ZZROWYCZI NOWSZZ Clinton Budget Targets 130 Programs for Elimination

Clinton's Legal Defense Fund Is Fattering

WASHINGTON - Hoping to encourage more contributions, the defense fund set up by President Bill Clinton to defray his expensive and mounting personal legal bills reported Friday that by the end of December it was more than \$830,000 short of the amount it needed to pay his legal bills

The fund's difficulty in raising enough money to meet even half of Mr. Clinton's legal expenses is the latest indication of his limited popularity. Moreover, after the president was criticized by Republicans last month for using his State of the Union address to attack campaign contributions by lobby-ists, he instructed the trust to impose new restrictions that will prevent any new money to be donated to the fund by lobbyists, a move that will make it harder for the fund to raise money this year.

Restricted by an ethics opinion from soliciting donations and by its own limitations from taking more than \$1,000 from any single contributor, the trust raised \$608,000 in its first six months of existence, about half of the more than \$1.2 million needed to pay Mr. Clinton's legal bills.

As of the end of December, the trust was left with \$143,969 in cash after it had paid its own expenses as well as some of the president's legal bills for the Whitewater investigation and the sexual harassment lawsuit filed by a former Arkansas employee. Left outstanding are legal bills from last year that total nearly \$1 million, the fund's officials said.

Although the fund has gone a long way toward reducing the financial burden on the Clintons, the large legal bills could threaten to eat into the family's assets. In their latest financial disclosure statement, which covers the period through the end of 1993, the Clintons listed their net worth as between \$633,015 and \$1,620,000, making them among the least affluent occupants of the White House in modern times. Most of the family's wealth is in the name of Hillary Rodham

Mr. Clinton has retained two of the most expensive law firms in the nation, and both have assembled teams of highpriced lawyers, some of whom charge more than \$400 an hour. The lawyers have spent thousands of hours investigating the allegations involving the Whitewater investigation and the harassment lawsuit filed by Paula C. Jones. (N)T)

Clinton Seeks 2-Step Minimum Wage Rise WASHINGTON — Defying solid Republican opposition, Mr. Clinton proposed Friday that the minimum wage be

increased by 90 cents an hour over two years.

"The only way to grow the middle class and shrink the underclass is to make work pay," Mr. Clinton said in a Rose Garden ceremony. "In terms of real buying power, the minimum wage will be at a 40-year low next year if we do not raise it above \$4.25 an hour." He proposed two 45-cent increases over two years, to \$5.15.

Chances of such an increase being approved by Congress are dismal because the majority Republicans strongly oppose it. The last increase, 45 cents an hour, was in 1991. In a measure of the difficulty the proposal will face, not one Republican legislator attended the ceremony.

New Surgeon General Starts Out Reticent

WASHINGTON - Mr. Clinton has named Henry Foster Jr., a gynecologist from Tennessee, as surgeon general to succeed Joycelyn Elders, who was dismissed from the post. "No comment," Dr. Foster quipped at the Oval Office, when reporters asked Mr. Chinton if he would let Dr. Foster be as outspoken as Dr. Elders. She was dismissed in November after saying that public schools should consider teaching about masturbation.

Many of the same groups who denounced Dr. Elders said they were no more satisfied with Dr. Foster than they had been with her. In his hometown of Nashville, Dr. Foster was active in Planned Parenthood, which provides abortion counseling, and was a founder of a youth group operating out of two public housing projects that encouraged young people to

delay sexual activity but also distributed condoms.

Dr. Foster, 61, is a former acting president of Meharry
Medical College in Nashville, one of four historically black in the United States, Like Dr. Elders, he is an (WP) Arkansas native.

Quote/Unquote

医多位性

المناه والمناه

- Carthern

್ ಕ್ರಾಮಿಕ್ಸ್

- Line Van

a Gun Battle

The same and

er with the second second

arun kata da

3.22

2.00

The rmany

1. ... 20

ALC TIME

.s - Q⁽⁻¹⁴⁾

Missay Pin

AND SEE TO SEE

Newt Gingrich, the speaker of the House of Representatives, cautioning that trouble lies ahead on several planks of his Contract with America: "I'll be quite frank with you. I think term limits is going to be very hard to pass, and I think litigation reform is just going to be a brawl."

AIRPORT: Home for Homeless

Continued from Page 1 traffic. They do not seem dirty

or aggressive. They rarely pan-Most are mentally ill, but not a threat to themselves or others. Some are well educated. They

port to those in the street. Their lives, however, are as mottled as those of any home-

prefer the conditions at the air-

less people. Miss Vierck, a Wisconsin na-

tive, said she was sent to the airport by Jesus Christ after a short-lived dalliance with a man named Joseph from Queens.

Al Samuel, 32, a string bean of a man who grew up in the Bronx, became homeless after losing his job as a data-entry clerk on Wall Street in 1988.

Jolted out of a deep sleep on a subway train by a policeman one morning in 1991, he saw a sign advertising buses to the airport. He has been living on and off at Kennedy and La Guardia airports ever since. He prefers Kennedy's Delta terminal, with its views of Jamaica Bay and a runway where he can watch planes landing and taking off.

There is also a woman with braces on both legs whose name no one knows. She folds herself like a package into a phone booth at night.

Of all the places the homeless reside in New York City, the auports, so far from Midtown, seem the least likely. But as the Transit Authority has gradually added buses to the takeoff points near the city outskirts, the airport terminals have become easier to reach. The airport homeless are not

unique to New York. Last month in Honolulu, airport workers circulated a petition asking authorities to evict the 50 people who live at the city's airport because they felt threatened, officials there say. In Chicago, the city opened an 80-bed shelter four years ago to draw the homeless from O'Hare Airport after things went too far: Some people brought in plants to decorate their corners.

It takes some ingenuity for a

airport; if it didn't, the termi-

nals would be littered with people, Mrs. Schwartz said. Kennedy are drawn by its crea- on Capitol Hill, Mr. Barry said, ture comforts. Even the garbage but at this point its problems is of a higher quality, rummag- are beyond the district's capaciers said. And the safety, the ty to solve. warmth and the supply of bath-

wander around or take a shuttle

AN AUTHENTIC BRITISH

ARISTOCRATIC TITLE

\$100

Full details:

Fran decisios 21st Century Group Lid flox 212, Isleworth, Middlesex TW7 7RY - U.K. Tel: 0956 702121 Fax: 0956 701110

GRAND HOTEL PARK

GSTAAD

Fitness & Aqua-Club.

saltwater pool, spa,

tennis, beauty center.

fango & massage

center, conference and

bridge rooms, first

class cuisine in 3

restaurants

Telephone +41/30/8 35 77

Telefax ++1/30/4 +4 14

bus to another terminal.

paralleled. It is like living in a control of the district and gave 24-hour mall. The homeless are more readinicipal leaders, "we were so ly apparent to the police than to anxious to show we could take others because they see them care of ourselves" that the city daily. They cannot arrest them agreed to take on the job of unless they are a nuisance, but they do ask them to leave, knowing that the people simply

By Robert Pear

New York Times Service
WASHINGTON — President Bill Chinton will propose \$1.6 trillion of spending in his 1996 budget, and he would more than offset the cost of a middle-class tax cut with savings in other areas of the budget. But he still falls far short of Republican demands for a balanced budget in the year 2002.

Mr. Clinton's budget request, to be submitted to Congress on Monday, shows a deficit of \$196.7 billion for the 1996 fiscal year, up slightly from the \$192.5 billion that he projects for this

Although his budget message boasts that his economic policies have sharply reduced the deficit from record levels, he says the deficit will probably stay in the range of \$190 billion through 2005.

The budget is always a political document, and a theme of Mr. Clinton's 1996 budget is that he wants to "work with Congress," now controlled by Republicans. Indeed, he appears to be in a race with them as he tries to eliminate or consolidate programs or trans-

"The American people remain deep-ly dissatisfied with how their government works," the budget says. "Many programs, perhaps even whole agen-

cies, have outlived their usefulness In confidential galley proofs of the budget, Mr. Clinton says he could "save \$2 billion by ending more than 130 programs" and "provide better service to Americans by consolidating more than 270 other programs."

For example, he asks Congress to abolish the Interstate Commerce Commission and eliminate the role of the cies have slashed the deficit from the projects such as the control of beach proposals would require additional erosion, local flood protection and the construction of recreational harbors.

federal borrowing of nearly \$1 trillion over five years, and the federal govern-

should take over some functions of the than it collects in revenue in the year National Weather Service. He would 2000. rely on private businesses to track and communicate with spacecraft like the America" calls for eliminating the def-

crease in his national service program, Americorps, which has been de-nounced by Mr. Gingrich as a form of

"coerced volunteerism."

The number of participants, now 20,000, would rise to 33,000 at the end of this year and 47,000 next year under Mr. Clinton's proposal. For the corps' parent agency, which operates several volunteer programs, he requests \$1 billion in 1996, an increase of \$290 million over this year's appropriation.

Army Corps of Engineers in smaller record \$290 billion of 1992, Still, his He says private meteorologists ment would spend \$194 billion more

billion, or about 16 percent of the total, for the military; \$351 billion, or 22 percent, for Social Security benefits; \$271 billion, or 17 percent, for Medicare and Medicaid, and \$257 billion, or 16 percent, for interest on the federal debt, the accumulated total of

federal borrowing.
Only \$21 billion, or 1.3 percent of the total, is for foreign aid and other international activities.

The president and the Republicans turning back." have agreed that the Social Security Mr. Clinton retirement program is off-limits in their quest for savings, and Mr. Clinton has said he will not tamper with Medicare, the federal health-insurance

The proposal means that a large cost. He asserts that the net effect share of the cuts must come from doweld be to save \$81 billion.

fer them to the states or to private industry.

In parts of his budget, Mr. Clinton cation programs.

But budget documents show that Mr. Clinton will propose a major infich.

The American people remain deep
"The American peo

or about 17 percent of the budget. The remainder —\$184 billion, or 11 percent of the total — is for benefit programs such as welfare, food stamps, Civil Service pensions and veterans' benefits, which are automatical-

ly available to people who meet eligi-

bility criteria. In his budget message, Mr. Clinton says: "Now that we have brought the deficit down, we have no intention of

Mr. Clinton estimates that his tax cut, including a new tax credit for children and a new deduction for college expenses, will cost the Treasury \$63 billion over five years.

program for people who are elderly or disabled. The parallel program, Medicaid, provides health care for the than twice as much in budget savings - \$144 billion - as the tax cuts will

The Capital's Mayor Asks U.S. for Help

Barry Says Deficit Is Too Big

By Howard Schneider and David A. Vise

Washington Post Service
WASHINGTON — Mayor Marion Barry of the District of Columbia says that the city's 20-year-old home rule government has become unworkable and has proposed that federal authorities take over municipal welfare, medical, court and corrections programs, a move that would dismantle major parts of the local bureaucracy he helped build in the 1980s.

Saying the city can no longer survive "half-slave, half-free" - paying for the services of a state government without a state's taxing authority - Mr. Barry acknowledged that the city cannot resolve its projected \$722 million budget deficit without substantial help from the U.S. government.

He asked for \$267 million in one-time aid to rescue the city from skyrocketing Medicaid costs, a proposal that even the city's defenders said was not likely to be approved without greater congressional oversight

of the district's finances. But Mr. Barry also called for a dramatic reduction of the district government's role, saying that its structure was flawed from the beginning and that balance.

Under his plan, the federal government would take over both St. Elizabeth's Hospital for the mentally ill and the Lorton Correctional Complex. It also would pay the costs of operating the D.C. Superior Court and the D.C. Court of Appeals, and assume the city's share of financing the Medicaid and Aid to Families With Dependent Children programs.

In return, he pledged to cut the wages of city workers by 10 percent, to reduce the work homeless person to end up at an force by 4,000 people and to act aggressively on about \$200 million in budget cuts already approved by the D.C. Council. Those who find their way to The city's credibility is ebbing

Mr. Barry said that in 1974, rooms and restaurants are un- when Congress gave up direct residents the right to elect mu-

running prisons and welfare programs typically left to states. "We never should have," Mr. Barry said, and now it was time

to give them back. Several of the ideas the mayor floated already have been mentioned on Capitol Hill, and reaction to them has been mixed. A federal takeover of the prison at Lorton, for example, already is in the works.

More controversial, however, was his request for a \$267 million grant to resolve massive overspending in the city's Medicaid program, some of it discovered only recently through audits. Even the city's allies in Congress have made clear that the city would not get any more cash until they were convinced that local spending was under control. So far, they say, it is

Mr. Barry's broader proposal — to turn some city functions over to the U.S. government --may find favor with Congress, the speaker of the House, Newt Gingrich, said this week.
"We are the state for this

city," the Georgia Republican said. "We have an obligation." Medicaid may be in for the biggest changes. Even if Congress refuses to take over the services Mr. Barry wants to surrender, administration officials say they plan to curtail Medic aid spending drastically.

The district has provided an unusually generous version of Medicaid, the health insurance program for the poor and disabled that is run jointly by the federal government and the states. Last year, Medicaid paid the bills for care by doctors. nursing homes and hospitals for one in four district residents, a mammoth undertaking that will cost the city nearly a half-billion dollars this year unless the federal government steps in.

2 Carriers to Be Named For Truman and Reagan

WASHINGTON - President Bill Clinton has ordered the U.S. Navy to name two new aircraft carriers in honor of former Presidents Harry S. Truman and Ronald Reagan.

Mr. Clinton said Mr. Truman and Mr. Reagan reflected "ideals of patriotism, camaraderie and courage" in protecting U.S. national security.

Away From Politics

· A powerful wave hit a brother and sister as they scattered their mother's ashes off the coast near Mendocino, California, sweeping the sister away. Searchers were unable to find Debbie Menta. 32: Doug Painter, 23, was hospitalized and remained in stable condition.

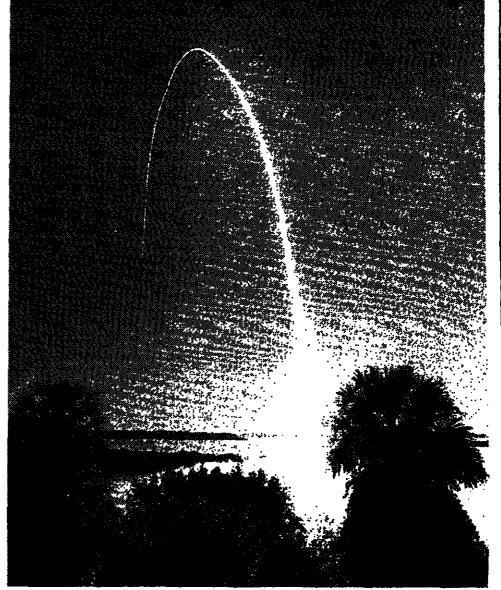
 Twenty-one black people have been banned from several stores in Union Point, Georgia, after the police put them on a list of potential shoplifters. Police Chief Richard B. Reese said the list included only people police had dealt with regularly for shop-lifting. (AP)

• Sheikh Omar Abdel Rahman, the accused leader of a plot to bomb several U.S. landmarks, said in a video-tape played before a Manhattan federal jury that the United States is Islam's enemy and that the Koran permits terror-ism against its foes. (Reuters)

 Robbers locked a 72-yearold woman in a closet, and she died trying to scratch her way out. The woman's body was found at least a month after she died, said police in West Hollywood, California. (AP)

• A Minneapolis ice-cream

maker linked to a salmonella outbreak reached a tentative agreement in a lawsuit filed on behalf of thousands of people who say they fell ill cream. Schwan's Sales Enterprises Inc. will pay compensation of \$80 to \$75,000 per person, depending on the severity of the illness.



ARC OF DISCOVERY - The space shuttle Discovery lifting off on Friday from Cape Canaveral, Florida, in a time exposure. The shuttle, which is to rendezvous with Russia's Mir space station, encountered problems with its maneuvering thrusters.

I.B.C. (English language) meets at Evangel-sh-Freildrichlich Kreuzgemeinde, Hohenlo-hestrasse Hermann-Bose-Str. (around the

comer from the Bahnfol) sunday worship

17:00 Ernest D. Walker, pastor, Tel. 04791-

BUCHAREST

BUDAPEST

LB.C., meets in Mories Zsigmond Gimna-

11 from Batthyany ter. Other meetings, call

BULGARIA

I.B.C., World Trade Center, 36, Drahan

Tzankov Blvd. Worship 11:00. James Duke,

CELLE/HANNOVER

I.B.C., Windmulen Strasse 45, Celle 1300

Worship, 1400 Bible Study, Pastor Wert Campbell, Ph. (05141) 46416.

DÜSSELDORF

LB.C.,English. Worship and Children's Church Sundays at 12:30 p.m. Meeting tempora-

fly at the Evangelisch - Freikirchliche Ge-meinde in Ratingen, Germany (Kalserberg 11). Friendly Fellowship. All denominations welcome. For further information call the

pestor: Dr. W.J. De Lay, Tel.: 0211 - 400 157.

FRANKFURT

INTERNATIONAL CHRISTIAN FELLOW-

SHIP Evengelisch-Freikirchliche Gemeinde, Sodenerstr. 11-18, 6380 Bad Homburg.

lurt and Taunus areas, Germany. Sunday worship 09:45, nursery + Sunday-school

10:00, women's bible studies. Housegroups - Sunday + Wednesday 19:30. Pastor M. Levey, member European Baptist Conven-

a.M. Sunday worship 11:00 a.m. and 6:00 p.m., Dr. Thomas W. Hill, pastor. Tel.: 069-

HOLLAND

MOSCOW

MUNICH

LB.C. OF MUNICH, Hotzstr. 9 English Lan-

guage Services, Elble study 16:00. Worship Service 17:00. Pastor's phone: 6908534.

PRAGUE

INTERNATIONAL BAPTIST FELLOWSHIP meets at the Czech Baptist Church Vinoh-

radska # 68, Prague 3. At metro stop Jirihoz

Podebrad Sunday a.m. 11:00 Pastor: Bob Ford (02) 311 7974.

mey Ph. (095) 150 3293.

"Declare His glory amongst the na-

phone/Fax: 06173-62728 serving the Fran

Pastor Bob Zbinden, Tel. 250-3932.

AMSTERDAM

CROSSROADS INTERNATIONAL CHUR-

CH Interdenominational & Evangelical Sun-day Service 10:00 a.m. & 11:30 a.m./ Kids Welcome, De Cuserstreat 3, S. Amsterdam Welcome. De Cuserstreat 3, S. An Info. 02940-15316 or 02503-41399. FRANCE/TOULOUSE

HOPE INTERNATIONAL CHURCH (Exem-gelical). Sun. 6:30 p.m. Sofilel Hotel. Tou-louse-Bagnac Aliport. Tel.: 82.24.31.18. KJEV

INTERNATIONAL CHRISTIAN ASSEM-BLY (ACG), An English-lenguage, Interde-nominational Fellowship, Sunday Service 10:30 a.m., Year Council of Trade Unions Building, 16 Kirreschaffk Street, Pastor El-don Brown (7044) 244-3376 or 3502. MUNICH

INTERNATIONAL COMMUNITY CHUR-CH, Evangelical Bible Belleving, services in English 4:30 p.m. Sundays at Enhuberstr. 10 (UZ Thereslenstr.) (089) 850-8617. PARIS and SUBURBS

EMPMANUEL BAPTIST CHURCH, 58 Rue Bangelical church for the English speaking community located in the western suburbs.S.S. 9:45; Worship: 10:45. Children's Church and Nurseny. Youth ministries Dr. B.C. Thomas, pastor. Call 47.51.29:63 or 47.49.15:29 for information.

HOPE INTERNATIONAL CHURCH (Evengeical), Sun. 9:30 a.m. Hotel Orion. Metro 1: Esplanade de La Défense Tol-47.73.53.54 or 47.75, 14.27.

THE SCOTS KIPIK (Presbytarian) 17 rue Bayard 75008 Metro: Roosevelt., Sunday Service and Sunday School 10:30 a.m. Ali SAINT JOSEPH'S CHURCH (Roman Carnolic). Masses Sunday: 9:45 a.m., 11:00

Carnoc). Messes Sumosy: 845 a.m., 1110 a.m., 12:15 p.m., and 6:30 p.m. Seturday: 11:00 a.m. and 6:30 p.m. Monday-Friday: 8:30 a.m. 50, avenue Hoche, Paris 8th. Tel: 42:27:28:58. Metro: Charles de Gaulle - Etole. SALZBURG

BEREAN BIBLE CHURCH, In Berea, "The searched the scriptures daty" Acts 17:11. Evangetical English service at 10:30 a.m. with Pastor David libbotson. Franz Josef Strasse 23. For into call 43 (0) 682 455563.

ST. PAUL INTERNATIONAL LUTHERAN CHURCH, near lidebashi Sin. Tel.: 3281-3740. Worship Service: 9:30 a.m. Sundays. USA if you would like a tree Bible course by mail, please confact L'EGLISE de CHRIST, P.O. Box 513, Staunton, Indiana 47881

TOKYO

UNITARIAN UNIVERSALISTS BARCELONA: (34-3) 723-0158.

BRUSSELS: Tel.: (32) 2-250 0226. or (32) 2-762-4293 meets 3rd Sun, of month. OSSNEVA/SERNE (41) 31-352 3721 or (41) 52-232-0051. **HEDELBERG: (49)** 621 581 718. **KAISERSLAUTERN: (49)** 6395 6595 MUNICHE (49) 821-47-24 86 OF (49) 89-28-

2326 meets 4th Sunday each mo, at 2 p.m., Peace Church, Fraueniobstr. 5, Munich. NETHERLANDS: (31) 71-14-09 88. RMS: (33) 1-42 77 96 77. LIK: (44) 81-891-0719. **EESEADEN:** (49) 612872109.

BREMEN

THE EPISCOPAL CHURCHES OF EUROPE (Anglican)

THE AMERICAN CATHEDRAL OF THE HOLY TRANTY, Sun. 9 & 11 a.m., 10:45 e.m. Sunday Stricol for children and Nursery care. Third Sunday 5 p.m. Evensong. 23, avenue George V, Paris 75008. Tel. 33/1 47 20 17 92. Metro: George V or Alma

ST. JAMES CHURCH, Sun. 9 a.m. Filte I & 11 a.m. Rite II. Via Bernardo Rucellai 9, 50123, Florence, tely. Tel: 39/55 29 44 17.

CHUNCH OF CHAST I THE KING (CHSSC) pal/Anglicen) Sun. Holy Communion 9 & 11 a.m. Sunday School and Nussery 10:45 a.m. Sebessian Filmz St. 22, 60323 Frankfurt, Ger-many, UT, 2, 3 Miquel-Allee. Tel: 49/69

GENEVA

EMMANUEL CHURCH, 1st, 3rd & 5th Sun. 10 a.m. Eucharist & 2nd & 4th Sun. Morning Prayer. 3 rue de Monthoux, 1201 Geneva, Switzerland, Tel.: 41/22 732 80 78. MUNICH

ST. PAUL'S WITHIN-THE-WALLS, Sun. 830 e.m. Holy Eucharist Pile I; 10:30 e.m. Church School for Children & Nurseny care provided; 1 p.m. Spanish Eucharist, Va Napoli 55, 00184 Rome. Tel: 39/6 488 3339 or 39/6

BRUSSELS/WATERLOO

n.m. Holy Eucherist with Children's Chepel art 11:15. All other Sundays: 11:15 e.m. Holy Eucherts and Sunday School. 583 Chaus-sée de Louvain, Orbain, Belgium. Tel. 32/2 384-3556. WIESBADEN THE CHURCH OF ST. AUGUSTINE OF

EUROPEAN

BARCELONA

LB.C. meets at 9:30 a.m., Bona Nova Bapitst Church Carrer de la Ciutal de Ballaguer 40 Pastor Lance Borden, Ph. 439-5059. BERLIN

BONN/KÖLN

LB.C. OF BONNKÖLN, Fineinau Strasse 9, Kóln, Worship 1:00 p.m. Calvin Hogue Pastor. Tel.: (02236) 47021.

BRATISLAVA LB.C., (English language, evangelical) Zrins-keko 2,12:30 Sunday - Ben Hanna,

WATERLOO WATERLOO BAPTIST FELLOWSHIP Worship 1400 at Swedish Church, Chaus see de Charlerol 2 across from McDonalds Tel:: 085 225076.

I.B.C of Wädenswil (Zürlch), Rosenbergstr. 4 8820 Wartenswill Worshin Sendoes Sun

ZURICH - SWITZERLAND

day mornings 11:00, Tel.: 1-724 2862. LB.C., Strada Pope Rusu 22, 3:00 p.m. Contact Pastor Mike Kemper, Tel. 312 3960. ASSOC. OF INT'L CHURCHES

IN EUROPE & MIJEAST

zium, Torokvesz ut 48-54, Sundays, 10:00 Collee Fellowship, 10:30 Worship, Take Bus AMERICAN CHURCH IN BERLIN, cor. of Clay Aflee & Potsdamer Str., S.S. 9:30 a.m., Worship 11 a.m. Tel: 030-8132021. BRUSSELS

> THE INTERNATIONAL PROTESTANT CHURCH OF BRUSSELS, Sunday School 9.30 a.m. and Church 10:45 a.m. Kattenberg, 19 (at the Int. School), Tel.: 673.05.81. Bus 95. Tram 94.

COPENHAGEN INTERNATIONAL CHURCH of Copenhagen, 27 Farvergade. Vartov, near Rádhus. Study 10:15 & Worship 11:30. Tel.;

31624785. FRANKFURT TRINITY LUTHERAN CHURCH, Nibelungen Allee 54 (Across from Burger Hospital), Sunday School 9:30, worship 11 a.m. Tel.:

(069) 599478 or 512552 EV. LUTHERAN CHURCH of Geneva, 20 rue Verdaine. Sunday worship 9:30. in German 11:00 in English. Tet (022) 310.50.89.

JERUSALEM LUTHERAN CHURCH of the Redeemer. Old City, Muristan Rid. English worship Sun.

9 a.m. All are welcome. Tel.: (02) 281-049. LONDON AMERICAN CHURCH in London 79 Tol-

tenham Ct. Rd. Wi. SS at 10.00 a.m., Worship at 11.00 a.m. Goodge St. tube. Tet: 071-580 2791.

PARIS

AMERICAN CHURCH IN PARIS. Worship TRINITY BAPTIST S.S. 9:30. Worship 10:30, nursery, warm fellowship. Meets at Bloemcamplean 54 in Wassenaar. 11:00 a.m. 65, Quei d'Orsay, Paris 7. Bus 63 at door, Metro Alma-Marceau or Invalides. Bloemcamplean 54 in Wassenaar. Tel: 01751-78024. TIRANE

INTERNATIONAL PROTESTANT ASSEM-BLY, Interdenominational & Evangelical LB.C. Meeting 1100; Kino Center Building 15 vices: Sun. 10:30 a.m., 5:00 p.m., Wed. DruzDruzhirmikovskaya UL 5th Floor, Half 6, Metro Station Barnicadnaya Pastor Brad Sta-5:00 p.m. Rruga Mysłym Shyrt Tel/Fax 355-42-42372 or 23262

VIENNA COMMUNITY CHURCH, Sunday worship in English 11:30 A.M., Sunday school, nursery, international, all denominations welcome. Dorotheergasse 16, Vienna 1.

VIENNA

ZURICH INTERNATIONAL PROTESTANT CHUR-CH English speaking, worship service, Sun-

day School & Nursery, Sundays 11:30 a.m., Scharcengasse 25. Tel.: (01) 2625525.



MEURLY-SUR-SEINE JARRASSE

Sea lood and hish specialities. Fresh daily delivery. Private loonges for 14. Closed Senday evening. M. Hyvanet, 4. av. Maded. Tel.: [1] 46.24.07.56. Fac. 40.88.35.60.

AUX LYONNAIS

PARIS 6th

by the leading guides for conditioned 14, not Doughing. 1: 43.26.44.91.

AL GOLDENBERG

and lax homewords . Cheese cales & all the rad, Jawish spec. 69 Av. de Wagram Tel: 42.27.34.79. Every day up to midnight.

CHEZ FRED

One of the oldest bisines of Paris tradaional coolung, 190 bis bd. Përein Reservations. Tel.: [1] 45.74.20.48

VENNA

KERVANSARAY

eciood restaurant, 1st floor. Mablerstr 9. Tel. 5128843. Air conditioned. 80m. Opera. Noon-3 p.m. & 6 p.m. la.m., except Sunday. Open balldays.

Out

RESTAURANT BAR

Freech/Irish cokine. Weekend branch 75F. Open 7/7. IN PARIS, CARP'S BAR IS NEVER FAR. 1, as de Mont Todor. Tel.: 42 60:60 26. PARIS 2nd

Traditional bistro cooking in authentic 1900 decor. Excellent wines & superal waters. 32, rue St. Marc. Tel.; [1] 42 96 65 04.

YUGARAJ

THOUMIEUX Specialities of the South-West. Confit de canad & casculat on confit de canad Air conditioned Open everyday. 79 rue \$1.0minique. Tel.. [1] 47.05.49.75 Near knobides ferminal

PARIS 15th

LE WESTERN The Reference for lovers of the American West with

American & Tex-Mex, specialities Pany Express Menu including a change of starters and main count with coffee and browsies FF 150 Sunch & dinner! Ports Hillion 18, ov. Sullinen. Tal.: 42.73.92.00

PARIS 17th

RELIGIOUS SERVICES

PARIS and SUBURBS

FLORENCE

FRANKFURT CHURCH OF CHRIST THE KING (Edisco-

THE CHURCH OF THE ASCENSION, Sun. 11:45 a.m. Holy Eucharist and Sunday School, Nursery Care provided. Seyboths-trasse 4, 81545 Munich (Harlaching), Germeny. Tel.: 49/89 64 81 85.

ALL SAINTS' CHURCH, 1st Sun, 9 & 11:15

CANTERBURY, Sur. 10 a.m. Family Eu-chartst. Frankfurter Stresse 3, Wiesbaden, Germany, Tel.: 49/611.30.66.74.

BAPTIST CONVENTION

LB.C., BEPILIN. Rothenburg Str. 13, (Ste-glitz). Bible study 10.45, worship at 12.00 ee-ch Sunday. Charles A. Warford, Pastor. Tel.: 030-774-4670.

China Outside the Fold?

With gingerly care, the United States is trying to draw China into the web of commitments that tie the great trading nations together. China isn't making it easy. The Chinese like to insist that they are special and exempt from the rules that bind other countries. The latest collision is over massive piracy of copyrighted music, films and computer software, most of it American. Through weeks of intensive negotiation, the Chinese have consistently declined to enforce their own laws against the factories that annually churn out tens of millions of unlicensed compact disks.

China is of course an anomaly. It is now one of the world's 10 biggest exporters, while the other nine are all rich industrial countries and democracies. China is ruled by a nominally Communist party whose leader is slowly dying, which creates among his subordinates a wary reluctance to make difficult decisions on trade or anything else. While China has enthusiastically embraced capitalism in practice, remnants of Communist ideology still have a certain hold. Marxist ideas about property keep turning up in the discussions of the illegal CDs and copyrights.

More important, China's movement to-

ward open markets — which the United States has supported — has created forces in China that no one appears to be able to control at present. The CD factories are extremely profitable, and are generally joint ventures with state enterprises or ministries. That means that they send a rich flow of dividends upward to people high in the political structure, from whom in return they receive political protection.

If the quarrel over the CDs is not resolved, the White House intends to impose staggering tariffs on a billion dollars worth of Chinese exports, in effect shutting them out of America. The administration's atti-tude toward the Chinese has been soured by their adamant refusal to improve their record on human rights. American policy has been to try to use trade benefits to induce China to come closer to the political and commercial standards upheld by the other major mercantile countries. But if the Chinese decline to make even the most minimal gestures toward progress in that direction, the United States must react. The Chinese authorities need to see proof that real penalties follow persistent violations of international law.

-THE WASHINGTON POST.

Open Up the Euro-Debate

Some say that France faces no particularly urgent task in its first-half-of-1995 presidency of the European Union. Get Europeans thinking about why their joblessness is so much worse than America's or Japan's; hold a conference about "the stability of the European continent"; prop up Europe's "cultural diversity," meaning France's film and television industry; preside over the usual half-year's output of Euro-directives. And that, with six weeks off in April and May while France concentrates on its presidential election, will be about that. This is wrong. There are two things that Europe ought to be urgently thinking about, and France has a large part to play in both of them.

One is the need to reconcile the two new demands on the European Union's budget, from the east and from the south. The Union has at last started opening its doors to the new democracies of ex-Communist Europe. It is reckoned that this will cost more than \$8 billion by 2000, not to mention any changes it may require in the Union's farm policy. Meanwhile, Monday's car bomb in Algiers underlines the need for a plan to cope with the islamic explosion in North Africa. The Union's current thinking on this front could cost nearly \$7 billion. That estimate will almost certainly rise.

The only way to make such ends meet is to take another look at the great present devourer of EU money, the farm policy. Officials of the European Commission say the Union will be able to absorb food exports from its new Eastern members without changing its farm policy. Their calculations are dubious. Anyway, the current cost of that policy - still half of the

Union's total budget — is bigger than a Europe facing so many other demands can afford. The 1990s have seen one vigorous slicing of the subsidies paid to Europe's farmers. There will probably have to be another. France's farmers will protest loudest. But France above all sees the danger on the southern shore of the Mediterranean. It has to choose.

The other urgent question goes to the roots of European politics. Does the monetary union that both France and Germany say they want necessarily mean political union, too, which Germany wants but France is hesitant about?

France's likely next president, Edouard Balladur, insists that monetary union should go ahead, at least between France and Germany and the Benelux countries. as soon as possible. Mr. Balladur has also said that federalism — political union — is an outdated idea in Europe. But one of Germany's top politicians, Karl Lamers, says a single European currency inexorably leads to a single European polity. They cannot both be right.

This has to be argued out before Europe's leaders sit down at their intergovernmental conference next year to talk about Europe's future. For instance, will a shared currency mean a shared budget, too, with Europe-wide authority in such hitherto national domains as welfare transfers to alleviate unemployment? At the moment, the political implications of monetary union are not on the agenda of next year's great Euro-conference. It is France's job, whatever its election-year inhibitions, to bring them out of the corner where they are hiding.

INTERNATIONAL HERALD TRIBUNE.

A Flawed Defense Bill

As part of their Contract With America. House Republicans are pressing ahead with a mischievous piece of legislation that would undo the Clinton administration's modest efforts to adjust security policy to post-Cold War realities. The bill, HR 7, has cleared three committees and seems headed toward House passage. The legislation would increase pressure for higher defense spending, revive efforts to develop "star wars" missile defense systems, encourage reckless expansion of NATO defense guarantees to Eastern Europe and hobble U.S. participation in United Nations peacekeeping. It would also undermine presidential authority by creating an unnecessary national security commission designed primarily to amplify the voice of

the Republican congressional leadership. Despite the disintegration of the Soviet Union, the bill is built around the dubious assumption that a decade of modest defense cuts under Presidents Reagan. Bush and Clinton have seriously weakened American security. At a time when no great power poses an immediate military threat to the United States and Republicans are poised to make deep cuts in domestic programs, there is no justification for increased defense spending. Certainly not on a missile defense system that is impractical, wildly expensive and designed to defeat a threat greatly dimin-

ished by the demise of the Soviet military. Beyond these budgetary follies, the legislation takes a dangerously simplistic approach to expanding NATO, by en-couraging the early inclusion of East European countries. For now, these countries need help building democracy and market economies, not a military shield against a hollow Russian army. The timing and pace of NATO expansion are

delicate questions that cannot be micro-

managed by Congress. The drafters seem to view UN peacekeeping primarily as a danger to American lives and policies, rather than as a costeffective way to share the burdens of policing cease-fires and enforcing international resolutions. The bill would restrict U.S. participation by limiting the kinds of missions that Washington could join, reducing U.S. financial support and tightening the terms for American involvement when peacekeepers are under foreign command.

There is little need for that. When the United States contributes large numbers of troops to a UN operation, as in Haiti, an American military officer is generally in overall command. Participation in these missions, large or small, takes place only with the approval of Washington, and any enforcement operations ordered by the Security Council are subject to U.S. veto.

The bill does make a useful contribution by stipulating that American equipment contributed to UN operations be counted against the regular U.S. peacekeeping assessment. There is no reason for the United States to pay a hidden subsidy on top of an already excessive share of the costs.

Bill Clinton and congressional Democrats are understandably preoccupied with the Republican legislative march on domestic issues, but they cannot afford to ignore the advancement of this bill. House committee action eliminated some of its most egregious features, but much mischief remains. Without considerable further revision, it will undermine deficitreduction efforts, twist defense strategy and project Congress into areas of foreign policy management best left to the

president and his cabinet. - THE NEW YORK TIMES.



International Herald Tribune ESTABLISHED IN EATHARINE GRAHAM, ARTHUR OCHS SULZBERGER

RICHARD McCLEAN, Publisher & Cited Parciative JOHN VINOCUR, Executive Editor & Vice Provident WALTER WILLS, Nov. Editor • SAMUEL ABT, KATHERINE KNORR and CHAPLES MITCHELMORE Printe Edition . CARL GEWIRTZ, Assessite Editor FORFETT DON MICE Lines of the Literard Prince JONATHAN GAGE Business and Fundage Liling RENE BONDY, Depute Publisher • JAMES McLEOD, Advertising Director

Direction Administration Relationship Replaine P. Darrens

 B. CATTA I CASPARL International Production for case DIMER BRUN, Condition Discour. Processor de La Publication, Rudard D. Summer:

International Herald Tribune, 181 Avenue Charles de Coulle, 92521 Neudly our Seine, France Tel. (1) 46 (7 (5) (1) Tayl. Circ. (6) 37 (0) 51; Adv., 46 (37 52 12) Internet, IHT o curobornue Liker for New Marine, Residenten in Contestinos Rel Singapore (1911-76), (1874-47), The Fire (1881-274), 334-Mrs. On Ann. Rep.D. Kramping. Settleme vier Rel. Hong Kong. LESS, 2022-Des. Fax. 822-2022-Des. On Mar. Common. E. Stanger, Frederica, 15, 0022-Frankfur, M. L. Common. S. Lac. Common. 7, 10. Parkley Methyl Commer Sto Third Vis., Now York NY 16022, 74 (212) 752-2009. Law 17121 755-876. I. F. Adis, to mage thing and Long-Very Azondori MC2. Tel. (0717) 360-2002. Fig. (0717) 240-2254. A visit of mage 17 (2000) 10 F. R.C. Name et al. (7/2021) 240-4 (2000) 250-4 (2000)



Going It Alone and Multilateralism Aren't Leadership

WASHINGTON — The end of the Cold War spawned fears that the United States would return to isolationism, turning its back on the outside world as America attended to its domestic

problems and agenda. Evidence support-ing those fears is growing.

Yet characterizing the U.S. reaction to the end of the Cold War as "isolationist" creates an impression that is misleading in important respects. American foreign policy not only has become passive and diminished but also has become more narrow-minded, shortsighted and, increasingly, go-it-alone. In a word, U.S. foreign policy is becoming increasingly "unilateralist" as well as "isolationist."

In contrast to traditional isolationism. the new unilateralism does not deny America's interdependence with the rest of the world or turn its back on international developments that unavoidably impinge on American interests. In common with isolationism, however, the new unilateralism reflects an unwillingness to do the hard work of exercising international leadership, and an urge not merely to share but to shed its burdens.

Put simply, the new unilateralism underlies a foreign policy approach which holds that the United States will deal with the world when it must, but only in its own way, in its time and on its own terms.

Two recent examples serve to illustrate the new unilateralism. The first concerns the response to Iraq's massing of troops on the Kuwaiti border last October.

After a reassuringly decisive response, the United States bungled the

follow-up in the UN Security Council. First it yielded to the desires of other Security Council members to adopt a new resolution on Iraq rather than insist that the existing, strong resolutions were sufficient. It then tried, but failed, to get tough enforcement measures included in the new resolution. Finally, in the wake of this failure, the United States announced (with Britain) that it nevertheless would take it upon itself to

enforce the resolution's terms. The second example concerns the U.S. withdrawal from NATO enforcement of the Yugoslav arms embargo. Not only did the Clinton administration fail to make a serious attempt to head off the congressional legislation requiring a U.S. pullout (for example, by making clear that the president would veto the bill), but it went on to interpret the resulting law expansively rather than narrowly. In doing so, it simply walked away from an agreed NATO policy of which it was one

of the primary architects. The point here is not to debate the substantive merits or lasting significance of either action, but rather to draw attention to an emerging pattern of the new American unilateralism.

In the case of Iraq policy, Washington sent a clear message that it would not feel bound by Security Council resolutions with which it disagreed. In the case of the Yugoslav arms embargo, it sent a clear message that rather than pick and win a fight with Congress, it would abandon

By Brent Scowcroft and Arnold Kanter

unilaterally a policy that it had forged together with NATO allies. Both cases illustrate not the failure of American leadership so much as the American failure to exercise leadership. This every-man-for-himself approach to international problems ignores the fact that America's fate is increasingly intertwined with those of others, and

therefore that the continuing exercise of

American leadership is central to the protection and promotion of U.S. interests and values in the world.

It invites U.S. friends and allies to adopt a similarly unilateralist line on issues ranging from restrictions on trade among friendly countries to restraints on pariah regimes in Baghdad, Tripoli and Tehran. It sets an example that not only tolerates but encourages a unilateralist Russian foreign policy approach to issues ranging from the so-called "near abroad"

to nuclear cooperation with Iran.

The new unilateralism also reveals a shortsightedness that damages international institutions which are key to U.S. interests. Thus, the UN Security Council is important to America precisely because more and more of U.S. security interests are better served by multilateral cooperation and support than through unilateral action. When Washington picks and chooses among the Security Council resolutions that it will observe instead of exercising leadership consis-tently to produce the UN actions that America needs, it undermines a valuable instrument of American foreign policy. The preservation of sanctions on Libya and Iraq provides two cases in point.

Likewise, NATO is vital to U.S. interPalestinasion

Peace la

MERCE V.

Mii

in form Make:

MRCO's

een. Print 1/

mer.

905

(III)

西军 ""

The Instant

The :

Post

NET:

dan

Pher: "

ከ አተ

win the com-

THE SECTION

load of attack

BURUNDI:

STATION ...

lock etc.

加水コニ

lgati 🛝

p 🕾

ÚC.

ests, not only because its institutions are key to maintaining and extending stability in Europe but also because it is the best - perhaps only - institutional means by which to ensure that the United States remains a genuinely European power. In doing so, NATO provides a counterweight to what otherwise would be a growing strategic imbalance among the European Union's major members. Put simply, continued American leadership of a vibrant NATO is vital to American political and economic, as well as security, interests.

Washington needs to stop yielding to the shortsighted temptation to take the easy way out promised by the new unlateralism and return to doing the admitted-ly hard but essential work of exercising

foreign policy leadership.

At the same time, it needs to recognize that exercising leadership is hard work precisely because it does not mean yielding to the positions of others simply in order to present a united front among allies or avoid a fight with Congress. It does mean forging a consensus behind policies that serve important and enduring American interests.

Mr. Scowcroft was national security adviser to presidents Gerald Ford and George Bush. Mr. Kanter was undersecretary of state from 1991 to 1993. They contributed this comment to The Washington Post.

Islamic Extremism Is Organized, Experienced and Quite Resistible

By John K. Cooley

NICOSIA — No one has po-tentially more to lose from the Islamist violence now threatening Israel and other countries than Jordan's King Hussein. And no Arab ruler has so far tamed violence more successfully than he, providing examples of statecraft for others. For 45 years he has survived rebels and would be-assassins, often enlisting his enemies as friends.

Last fall he signed with Israel what he calls "a good peace." As with the one that the late President Anwar Sadat of Egypt made with Israel in 1979, even the Israeli right has accepted the treaty. The final years or decades of King Hussein's career are now dedicated to making it stick.

Potentially threatening societies from North Africa to the Philippines are violent movements like Islamic Jihad, avowed perpetra-tors of what President Bill Clinton called the "horrendous" bombing in Israel on Jan. 22. Many of these movements have common ancestors. It is instructive to look at their roots and how King Hussein has dealt with them.

In 1951, after a Palestinian extremist assassinated his grandfather, King Abdallah, a split occured in the Muslim Brotherhood. A Palestinian religious teacher named Sheikh Takiedin Nahbani was the co-founder of a new, highly secret offshoot of the Brotherhood named the Islamic Liberation Front. The other co-founders were two Muslim clerics, both from Hebron on the West Bank.

After being banned in Jordan, yria, Egypt and Lebanon, the Liberation Front began operating from West Germany in 1977. Its secret members implanted themselves throughout the Arab world, especially in the educational professions and among university studenis. The front has inspired Islamist guerrillas now fighting in Algeria. It works for establishment of theocratic states under the rule an Islamic "caliph."

By the mid-1980s, the Islamic Liberation Front was threatening King Hussein in propaganda cassettes and mosque sermons calling

WASHINGTON — David Maraniss of The Washing-

ton Post, whose coverage of Bill

Clinton in 1992 won a well-de-

served Pulitzer Prize, this week is

publishing a biography of the president, "First in His Class."

that is so insightful and impor-

It is a thoroughly documented

biography, beginning with Mr. Clinton's boyhood years and

ending with the announcement

Mr. Maraniss does not impose

of his candidacy for president.

his interpretation of the com-plexities of Mr. Clinton's charac-

ter. I come away persuaded that the strengths and weaknesses of

Bill Clinton are larger than I had

known, and so inextricably inter-

woven that it is unrealistic to

suppose that you can eliminate

one without sacrificing the other,

From his earliest years, Bill Clinton has dazzled and attract-

ed people, giving almost every-

one who encountered him a vivid

impression of extraordinary tal-ent and high promise.

mother who recognized this po-tential. Charlie Daniels, a con-

servative plumbing contractor

from Norton, Virginia, ran into

the bearded Oxford student at a

hotel in Moscow in 1970. Mr.

Daniels was on a rescue mission

for Americans missing in Viet-

nam; Mr. Clinton was an oppo-nent of the war. But the older

man was so "fascinated" by the

youth that he later came to Ar-

kansas, at his own expense, to

It was not only his indulgent

tant that it demands attention.

for "holy war" against "Shah Hussein," comparing him to the late pro-American shah of Iran. When the Palestinian intifada

against Israel began in the West Bank and Gaza in 1987, some leaders of the front were lighting or training to light the Russians in Afghanistan, under the auspices of the American CIA and Pakistan's military intelligence organization.

A Palestinian leader of the

front. Abdallah Azzam, recruited young Muslims in America and elsewhere to come and fight in Afghanistan. Several of his followers became involved in the February 1993 bombing of the World Trade Center in New York and a second conspiracy to bomb United Nations headquarters, the Lincoln and Holland tunnels and oth-

er New York targets in June 1993.
As the Afghanistan war wound down, Arab "Afghanis," as the war veterans are called, drifted home. King Hussein ordered his security services to keep a close watch on returnees to Jordan.

Despite precautions, Afghanis in July 1991 bombed cinemas and

other targets in Amman and elsewhere in Jordan. (At the time, King Hussein was being blamed in the West for not confronting Iraqi dictator Saddam Hussein.) A terrorist group calling itself the Army of Prophet Mohammed planned kidnappings. Targets reportedly included one of King Hussein's younger sons, Prince Abdallah.

Jordanians were shocked to learn that the group's leader was a medical doctor, Yamal Ramzi, a Jordanian of Circassian origin. Circassians, like their neighbors the Chechens, emigrated from the Caucasus to Jordan and Palestine (then under Turkish rule) in waves from the mid-19th century until Stalin's purges. Circassians played an important anti-Soviet role in the Afghanistan war.

King Hussein has now found a safety valve for Circassian and Chechen energies: allowing individual members of their communities in Jordan to volunteer for combat against the Russian army in Chechnya, and the communities to send humanitarian aid to their fellow Muslims in the Caucasus.

By legalizing Jordan's political parties and encouraging a free press and public liberties, as well as an active, elected Parliament in which more than one-fourth of the deputies are Islamists, the king has isolated more extremist elements like Islamic Jihad and the anti-Israel Hamas organization. Jordan's security services have largely prevented anti-Israel terrorists

from using Jordan as a base.

Although he has frequently pardoned and given new jobs to Jordanians who plotted against his life. King Hussein sometimes has to wield a stick as well as a carrot. On Dec. 21, Jordan's state security court sentenced to death 11 Islamists for bombings carried out in early 1994. Twenty-five got prison sentences; three suspects, all Afghanis, are on the run. Islamists threaten the existing

state in Algeria, Egypt and, to a much lesser extent, Tunisia, Islamist groups - some transplanted directly from Afghanistan, some working for Pakistani intelligence - conduct violent operations in Kashmir, India's Punjab and the Philippines. Others work in Indonesia and Malaysia.

To overcome Islamist extremism, King Hussein has often said it is important to bring economic well-being and a better life to Arab societies. Sharing some of his ideas is another Arab royal, Morocco's Prince Moulay Hisham, a son of King Hassan II who holds engineering and political science de-grees from Princeton University and who is promoting academic study in the United States of the Islamist challenge.

Prince Moulay Hisham told an audience at the Middle East Institute in Washington recently that lack of improvement in the life of Arab people, beyond impressivelooking "macroeconomic indica-tors which may not reflect the social condition of a country," will encourage the more violent Islamist extremists everywhere.

New and even more hostile recriminations against each other by the Western and Islamic worlds would follow such economic neglect, he warned.

The writer, an ABC News correspondent and autor specific this the Middle East, contributed this ndent and author specializing in comment to the Herald Tribune.

And Now Pull the Rug From Under Jihad in America

administration has come to two major conclusions about terrorism in and from America. The first is that the United States is becoming a national safe haven for terrorists from the Middle East: a combination bank, fundraiser, militarist training ground,

recruitment center, political academy and embarkation dock. The second: Do something. So instructions from Washington went out to banks nationwide to freeze the funds of the various Hamas, Hezbollah and Islamic Jihad units, and their clones, operating from the East Coast to Tex-

How to Learn About the Real Clinton

By David S. Broder

help out in a Clinton campaign.

That empathy for an amazing range of people and that talent for building genuine friendships, not just the fake camara-

derie that so many professional

politicians exude, is one thing

Another is the off-the-charts

intellect that propelled him

through three world-class uni-versities while barely cracking a

book and while maintaining an

extracurricular schedule that

"raw political talent" that from

early school days has fueled Mr.

Clinton's constant quest for

higher office.

His appetites are as oversized as his talents. His is a sprawling.

undisciplined character that con-

stantly impels him to go beyond

the bounds of prudence, and im-

poses extraordinary demands on

Early in life, someone told him

that anything more than five

hours of sleep a night is wasteful, and ever since he has operated as

if a 19-hour day were normal.

That may explain his chronic tar-

diness, his tolerance for long

meetings, his taste for speeches

that exhaust his listeners, and his

inability to trim his agenda to fit

Often, Mr. Maraniss depicts

the work schedule of Congress.

behavior that is grossly self-in-

his friends and associates.

would exhaust most mortals. A third distinctive quality is what Strobe Talbott called the

that sets Mr. Clinton apart.

as and California. Now the administration is asking Congress to pass new antiterrorist legislation. It would enable the government to trace

supporting groups, tighten the definition of terrorism, enlarge the powers of federal attorneys to

By A. M. Rosenthal

funds to and from the terrorist- administration has begun to pay deal with it and make it illegal to plan or train for terrorism abroad as well as in the United States. The Omnibus Counterterror-

ism Act of 1995 was drawn up by the Department of Justice on presidential order and will be introduced in Congress in a matter of days. For Americans who have been warning about terrorism operating in and out of America, the time to relax has hardly arrived. We will see how effective the act is in ending the contribution to terrorism of American laws and American instrention

But the fact is that the Clinton

dulgent. Mr. Clinton's multiple

romantic involvements have

forced others to cover up for

him, to stifle the complaints and

soothe the injured feelings of the

women. His outbursts of anger

and fits of denial exact a heavy

His tendency to procrastinate,

whether it is writing exams for his law students or finding a way

to rescue the peso, is a constant

Repeatedly, Mr. Clinton seeks

to have it both ways, to compro-

mise what cannot be compro-

mised. The book's reconstruc-

tion of his wriggling efforts to

avoid the draft without becom-

ing a conscientious objector is so

painful that you can understand

the adult Clinton's refusal to

man that reading his past is ecri-ty like watching the present. The

first two years as governor were exactly like the first two years

as president, from the broken

promise to have his bills ready for the legislature's opening day

to the impossible goal of passing

"a pent-up idealistic agenda"

while simultaneously being "per-ceived as a cautious spender."

the failings in character and per-

formance defeated Mr. Clinton

Two years later, his strengths

brought him back. This book ex-

plains why it happened then -

and why it might happen again,

The Washington Post.

It is a revelation,

At the end of those two years

All this is so much part of the

confront that part of his past.

toll on those closest to him.

threat to his success.

more attention to the growth of terrorist organizations at home than its predecessors did. In parts of the government intelligence machinery the assessment of the danger of terrorism originating in America is strong enough to surprise even anti-terrorism alarm ringers like myself.

In large part, the awakening can be credited to the terrorists themselves. (Even for America, blowing up the World Trade Center was a little thick.) But the next time you get all worked up about the dastardly press, do remember that in the matter of terrorism, as so many others, it was an American journalist whose skill, determination and risk-taking (physical and professional) helped to shake government awake.

On Nov. 21, 1994, PBS presented "Jihad in America." The documentary laid it all out on film the meetings in American cities where the cry of holy war went up against America; Christians, Jews and Muslims who would not surrender to fundamentalism: the training; the visits to American units by Middle Eastern leaders of Hamas and Islamic Jihad; the fund-raising structure that sup-

ported terrorism. The executive producer was Steven Emerson, an investigator of terrorism who has turned out a strong body of work in film,

Among government officials I talked to, credit for Mr. Emerson was not only acknowledged but volunteered

Democracy often has a tough time defending itself because it has to operate step by step, inch by inch, under the law. Yes, of course, that is democracy's blessing and strength. But nothing says a democracy has to watch the bombers come racing in their trucks and pretend they are bicyclists out for a ride in the park.

The Emerson documentary brought protests from American Muslim groups. So will the new legislation. Immediately, non-Muslims nod sympathetically and think, well, it's understandable that Muslims will be upset. I

almost did myself. But why? Christians are not expected to complain about denunciation of Christian fascists. Jews around the world led the protests after the massacre at the mosque in Hebron, and Jews generally did not protest the president's freezing of funds of two extremist Jewish groups.

The assumption that all Muslims must be angry at action taken against Muslim terrorists strengthens the killers. It demeans the intelligence of all Muslims. And, as for the hundreds of thousands of Muslim victims who died under Muslim state tyranny or Muslim statesupported terrorism, it spits on their graves.

The New York Times.

books and print journalism.

IN OUR PAGES: 100, 75 AND 50 YEARS AGO 1895: China Stalls Peace

PARIS - [The Herald says in an editorial:] The negotiations for peace between China and Japan have been abruptly interrupted. The Japanese Government had made it a condition that the Chinese envoys should have plenary powers, which they were supposed to have been given. Now, however, it appears that the Peking Government, with characteristic duplicity, had limited the powers of its representatives, who to-day [Feb. 4] start back for China. But try what she may, China cannot stave off the day of reckoning much longer, and doubtless the more it is delayed the higher will be the account demanded of her.

1920: Despair in Poland

WARSAW - Despair is rapidly seizing on the Poles because of the growing fear that the Western

European Powers will not give them the material aid to fight off the bolshevists. To sign peace with the Red Army is repugnant to all here who have at heart not only the interests of Poland, but of civilisation. Mr. Lloyd George is reported to have refused aid to Poland and also to have expressed his wish for an armistice. Poland's army is ready to stay in the field to either repel or attack the bolshevists if only help can be given.

1945: Lieutenant Picasso

PARIS — The famous Spanishbe Lieutenant Picusso, is going to the war at the age of sixty-three. But he will carry a palette and not French "service of artists at war, constituted recently at the suggestion of General de Gaulle. The

domm: grain : ... da Barca IS pence: ... "The ar : -Kitta 1 mg | 27.5 ... lorages — Milki Proolen:

re Reg. . . . dining . h have

in Rossi tated by: Beat the ark. upd 2500 = ---**E** The feet

a gun. He is to serve in the new

group has been assigned a temporary mission to paint war scenes Aleman <u>andrin</u>i

معكذا من الملاحل

Peres Sees No Israeli Giveaway

Palestinians Say Peace Is Stalled

Rewers

JERUSALEM — Foreign

Minister Shimon Peres said Friday that Israel had profited from the Cairo summit meeting with its Arab peace partners by not backing down over dis-putes, but Palestinian officials said Israel's attitude had blocked the peace process.

"I must say that, in my opinion, on the issue of nuclear weapons, on the issue of settlements, on the issue of redeployment, we profited in two ways: We didn't back away from our positions and we didn't create a confrontation," Mr. Peres told

But he indicated that the goverament would ease the closings of the Gaza Strip and the West Bank, which were imposed after the Islamic Jihad group killed 21 Israelis in two bomb attacks Jan. 22.

145.45 | 1500 |

esistible

erran

~ - = 0 time

<u>ح در ج</u>ا-

- T

- Care e

- ::::::

5775

 $\forall \, m \, 2 \epsilon \, g_{\alpha}$

- - - - I

TO COMP

5 15 July 192

merica

......

......

1:12

--: <u>--:</u>

"Regarding the closure, in my opinion, we should begin lifting it slowly," Mr. Peres · said.

But the ban remained firmly in force Friday, limiting the turnout for the first Friday prayers in Jerusalem in the Muslim holy month of Rama-

Prime Minister Yitzhak Rabin discussed the ban with security officials Friday. His spokesman said he would recommend to the cabinet on Sunday "to ease the situation in humanitarian instances among the residents."

The head of local government in the Palestinian self-rule authority, Saeb Erekat, said Mr. Peres's statement showed that Israel's goal in Cairo had been to gloss over problems in the peace process. Mr. Rabin met with President Hosni Mubarak of Egypt, King Hussein of Jordan and Yasser Arafat of the Palestine Liberation Organiza-

"It seems to me they want to win the elections" in Israel and "not to win the peace," Mr. Erekat said. "The point of this summit in Cairo was the peace process having reached a deadlock and it was created by this 'kind of attitude."

dominated military, which has staved off

greater violence even as it has paralyzed

normal government functions. Like Rwan-

da. Burundi is about 85 percent Hutu and

"The crisis in which we are will last for

several years, at least five or six years even

if we have a strong regime," said Burundi's

foreign minister, Jean-Marie Ngendahay.

"Military coups are not the problem. The

problem is intolerance, the spirit that says

we Hutu will not have peace until we

eliminate all Tutsi, and vice versa. Basical-

In Rwanda, where the Hutu had domi-

nated both the military and the govern-

ment, the Tutsi formed a rebel front out-

side the country. In Burundi, the Tutsi had

ruled since independence in 1962, until

Mr. Ndadaye, a Hutu, was elected presi-

The military remains under Tutsi con-

trol. Burundi's most powerful man is not

the new Hutu president, Sylvestre Ntiban-

- ly, fundamentally, the problem is fear."

15 percent Tutsi.

dent in June 1993.



A Palestinian gesturing as he tried to argue his way by an Israeli police officer Friday at a Jerusalem checkpoint. Many Muslims were prevented from attending the traditional first Friday of Ramadan prayers at the city's Al Aqsa Mosque.

Paris Proposes Algeria Talks Mitterrand Wants EU to Back a Conference

By Youssef M. Ibrahim New York Times Service

PARIS --- President François Mitterrand suggested Friday that the European Union host peace talks between the Algerian opposition and the government, defining further what appears to be an evolving European position on the need to bring an end to the civil war in the North African country.

Mr. Mitterrand's comments followed those of other senior French officials, including the defense and foreign ministers, who in the past few days have nudged the military-backed government of Algeria to abandon its offen-sive against Islamic fundamentalists, which has cost up to 30,000 lives in the last three

"If the European Union could organize in Europe a conference that would be inspired by various ideas proposed recently, notably at the opposition meetings in Rome," Mr. Mitterrand said, "there might be more of a chance of seeing these proposals recognized by rival parties.

The French president was referring to last month's gathering in Rome of eight secular and religious opposition parties that called for a cease-fire and the release of political

Mr. Mitterrand added, however, that both he and Chancellor Helmut Kohl of Germany agreed in talks that financial aid to the Algeri-

BURUNDI: Despite Chaos, Burundi Has So Far Avoided Rwanda's Fate

tunganya, but Lieutenant Colonel Jean Bi-

Faced with such tensions, the elected

ing, bogged down instead in endless nego-

tiations with the Tutsi opposition. Taxes

On Tuesday, the Tutsi opposition party.

the Union for National Progress, called for

the overthrow of the government within

two days. Government officials in Burundi

and Western diplomats said that the army

still backed the government. Some officials

think that Tutsi militants are trying to

create enough violence to force the army to

take power in a coup the price will be very high," said a Western diplomat. "Rwanda

The army recognizes that several mili-

tary coups — particularly the one in Octo-ber 1993 — were failures, causing the

deaths of tens of thousands of Tutsi. Colo-

nel Bikomagu has been accused in a report

by the Africa branch of Human Rights Watch of sharing responsibility for the

The army found out if you are going to

intervene against the government.

set everybody back."

are not collected, laws are not passed.

komagu, the Tutsi army commander.

an government, which fundamentalist Mus-lims want stopped, should continue.

Bonn has significant interests in Algeria and many fundamentalist opponents of the regime there live in Germany.

The French president's comments are bound to be seen by the Algerian government as further pressure to compromise with its opponents, largely because France plays the crucial role in propping up the present government through financial, intelligence and

Until just a few months ago, the French attitude was far more aggressive in its support of the government's campaign to "eradicate" Muslim fundamentalist opposition.

But the failure of the Algerian Army to score significant or permanent results and the danger that the conflict may spill over into France and Europe appear to have had an

Last year, scores of Muslim fundamentalist North Africans were expelled from France after being implicated in underground networks believed to be seeking to smuggle weapons to Algeria's fundamentalist organi-

In December, four Algerian Muslim terrorists hijacked an Air France plane, killing three passengers before being shot and killed in Marseille by French commandos, who stormed the aircraft.

He denies it.

the politicians

mate cannot last forever.

sees the problems of Burundi as created by

failed 1993 coup that killed Mr. Ndadaye.

DICKETTI

ments of the Hutu and Tutsi militant

groups. He says moderates and peace will

ultimately prevail, but warns that the stale-

"We Burundians usually put all our

blame on the security forces," he said.

"The problem is not there. Since the crisis

of 1993, the government has not worked. It

has gone from negotiation to negotiation.

We need for the government to really

guide this country. If the government

doesn't work, it is obvious that the security

forces have a lot of difficulty maintaining

order. The political parties must get along

Three students were killed and nine

wounded early Friday in a grenade attack

at Bururi school in southern Burundi. Ren-

separate incidents, wounding two people.

In the capital, two grenades exploded in

if they want to govern this country.'

■ Grenade Kills 3 Students

ters reported from Bujumbura.

Tall and soft spoken, Colonel Bikomagu

FLOOD:

Danger for Dikes Continued from Page 1

rization, the police say they will stop them.

The floods have been the Netherlands's heaviest in 40 years, and the evacuation of so many people has been the biggest peacetime operation of its kind in a region that has known

much upheaval. During the Second World War, it was convulsed by historic battles for bridges over the same rivers as have now burst their banks.

The reason people are not being allowed home, said Inspector Mark Cobussen, a police officer here, is that the dikes "are full up with water and people don't know what their condition will be in two, three, four days."

The water outside the dike is going down very fast, but the water in the dike itself is not, so it's possible that the top of the dike could slide off and there'd be a flood," he said.

According to other officials, water usually seeps into a dike at an angle planing downwards from the side facing the river to the other side.

That angle then turns into a kind of fault line, with the earth above it unstable and liable to slip down into the farmland and villages the dike is supposed to

For that reason, the Dutch police and army have sought to seal off the villages under the dikes in this region, and the Interior Minister, Hans Dijkstal, has urged people to stay away from the flood zone and refrain from what he termed disaster tourism."

In Tiel on Friday, streets were empty in the way urban war zones are usually deserted, save for a cruising police patrol car whose occupants ordered a reporter to leave.

Up until Friday, the damage caused by the flood across Europe was estimated at about \$2 billion, and 29 people across Europe had lost their lives.

But according to Dutch accounts, the figures for financial losses may be higher because the 16,000 businesses and stores forced to close by the evacuation in this region are losing an estimated \$84 million a day.

"That is only the damage from lost revenues," said Fre Vosseman, a spokesman for traders and industrialists in this

Elsewhere along Europe's river network, plied by hundreds of barges every day, German authorities allowed shipping to resume on parts of the Rhine where about 2,000 barge operators have been idle since the rivers began to swell 10 days

2d Witness Saw Men Ecuador And Peru **Near Simpson Site** Study Draft

witness has come forth in the O. J. Simpson double-murder case to say that he saw four men

RIO DE JANEIRO - The governments of Ecuador and Peru were studying a preliminary cease-fire accord Friday that could end clashes on their Amazon jungle border, a diplo-

Brazil's deputy foreign minister, Sebastião do Rego Barros, said it was "possible" to reach an agreement that would be acceptable to both countries.
The proposed accord,

Of a Truce

reached after three days of negotiations, has been sent to Lima and Quito for action as well as to the capitals of the four guarantor nations - Argentina, Brazil, Chile and the United States.

Mr. Rego Barros urged Peru and Ecuador to "put an end to this senseless war and to the useless loss of human lives." He would not disclose the contents of the accord.
At least 11 Peruvians and 5

Ecuadorans have been killed in the fighting, although scores may have died.

Peru claims to have killed 43 Ecuadoran soldiers and to have lost 11 of its men during the conflict. Ecuador says 33 sol-diers have been killed, 28 of them Peruvians.

Fighting continued Thursday after Peruvian troops, backed by helicopter gunships and bombers, attacked Ecuadoran positions

The dispute centers on a 340square-kilometer (130-squaremile) area in the region known as the Cordillera del Condor, which has yet to be demarcated as called for in a 1942 treaty. Argentina, Brazil, Chile and the United States are the guarantors of the treaty, which ended a 10-day war in which Ecuador lost about half its territory to

Ecuador rejected the treaty in 1960, and border conflicts have often erupted near the Jan. 29 anniversary of the protocol.

The Rio talks came close to collapse Thursday, but then negotiators presented last-minute cease-fire proposals.

LOS ANGELES — A new guys walking up the alley."

He described the men as near Nicole Brown Simpson's home the night she and a friend were slashed to death.

The witness, Leif Tilden, an actor and puppeteer who lives in the area where the slayings occurred, told investigators that he saw four men in the area between 10 and 10:30 P.M. the night Mrs. Simpson and her friend Ronald L. Goldman were slain.

Mr. Tilden said that he did not come forward earlier because he had not been following the case closely and thought that the killings had occurred hours later. He said he learned that they had taken place late on June 12 while watching opening statements in the case last week.

A lawyer for Mr. Simpson, Johnnie L. Cochran Jr., asserted in court on Friday that prosecutors had failed to turn over their interview with Mr. Tilden. But Christopher Darden, a prosecutor, said a representative of the district attorney's office had interviewed Mr. Tilden less than 24 hours earlier.

He added that Mr. Tilden said the four young men appeared to be college students.

Another witness who claimed to see four men in the area about the same time was Mary Anne Gerchas, whose credibility came under attack last week.

Deputy District Attorney Marcia Clark had called Ms. Gerchas "a known liar and a Simpson case groupie."

Mr. Darden said Mr. Tilden contacted prosecutors after he heard the trial's opening statements, which discussed Ms. Gerchas's account of four men. This isn't someone that

we've known about for several Darden said. Mr. Tilden, when asked in an

interview if he thought that the killings, replied, "In my . . . my gut, no.

But, be added, "I heard all this stuff about some woman his wife, Mr. Simpson killed her who saw four guys and I knew, in a jealous rage.

white and "clean cut," and said there was nothing strange or menacing about them.

Ms. Gerchas had described the men she saw as two whites

and two Hispanics.
In another development in the trial Friday, former neighbors of Mrs. Simpson when she lived in another section of the area testified that they saw Mr. Simpson walking outside her home late one evening, apparently trying to look in.

One neighbor, Carl Colby, said he even called the police thinking the man might be a burglar, but then was "embarrassed" when he realized it was Mr. Simpson. The incident took place in April 1992, when the Simpsons were separated.

In his testimony, Mr. Colby said that Mr. Simpson "seemed to be hesitant and to be attempting to perhaps observe something that may have been occurring inside the house."

Mr. Colby's wife, Catherine Boe, said she saw the Simpsons argue bitterly and heard Mr. Simpson accuse his estranged wife of being romantically involved with other men.

Ms. Boe said she saw the couple arguing a couple of times, including once in a park when "I gather that he was angry at her thinking that she had been with another man," she testified. "And she was angry at him

for being angry at her. In other testimony, an officer who responded to a frantic 911 call from Mrs. Simpson in 1993 testified that he found her "visibly shaken" and Mr. Simpson agitated and upset. Sergeant Robert Lerner also said his supervisor taped conversations with both Simpsons. He said he was unaware of the 30-minute tape until Thursday.

Lawyers said Mr. Simpson also did not know the tape exweeks or several months," Mr. isted, and only recently listened

The testimony by the officer was part of an effort by prosemen he saw were involved in the cutors to demolish Mr. Simpson's good-guy image and establish a motive: that after years of abusing and degrading

CLINTON: Book Exhumes Tales of President's Past

the 1992 campaign.

Mr. Maraniss's book is a broad character study of Mr. Clinton before he won the White House, focusing on the forces that shaped the 42d presport of him that is indecisive. ident from his boyhood in Arkansas to his decision to enter the 1992 race.

It is based on interviews with more than 400 people, including Mr. Clinton's friends, colleagues and relatives. Mr. Clinton declined to be interviewed for the book, but some material was drawn from five interviews that Mr. Maraniss had with Mr. Clinton during the 1992 presidential campaign.

Asked about Ms. Wright's description of her meeting with Mr. Clinton and Mr. Clinton's effort involving the ROTC let-ter, the White House press secretary, Michael McCurry, said: "These issues surfaced during the campaign and they were effectively dispensed with. I am not sure there is any real news here to comment on."

"First in His Class" presents a complex young man whose life before the presidency demonstrated many of the traits -intelligence, energy, passion for government and politics and new ideas — that Mr. Clinton exhibits today.

But it also presents another side of Mr. Clinton - someone who shaded the truth, showed little personal discipline or focus, exhibited a volatile temper

had been made and became a to make decisions — that has over the list with him. major issue when it surfaced in been revealed during his presidency. "With Bill Clinton, it is often

tempting but usually misleading to try to separate the good part of him that is indecisive, too eager to please and prone to deception is more revealing of the inner man than the part of him that is indefatigable, intelligent, empathetic and self-dep-recating," Mr. Maraniss writes. They coexist."

Mr. Maraniss writes in his preface that "First in His Class" was not intended to be "a book preoccupied with Clinton's sex life." But one of the threads that runs through the book is Mr. Clinton's political ambition, and a subtext is his effort to eliminate evidence of flaws that might come back to haunt him in a campaign.

Mr. Maraniss writes that Ms. Wright said she confronted Mr. Clinton about his affairs when he was considering a run for the presidency in 1988 because "she was convinced that some state troopers were soliciting women for him and he for them, she

Gary Hart had recently end-ed his candidacy for president said," Mr. Maraniss said. "Durafter admitting an extramarital ing the two years I spent work-

truth about every one" of the again."

and was perpetually reluctant women, and described going Ms. Wright, in her statement

said: "I think that David Maraniss may have misunderstood what I told him about the troopers. What I believe is that some of them solicited women for themselves, exploiting the fact that they governor.

"My recommendation that the governor not run for president in 1988 was based on my fear that, in the climate of Gary Hart, that liars and gold diggers would come out of the woodwork," she continued. "What I learned from my conversation with the governor was that the rumors were nothing in reality. My concern was for the impact that the rumors would have on Chelsea and Hillary.

In response to Ms. Wright's comments, Mr. Maraniss said Thursday night: "I interviewed Betsey Wright several times for my book and based my account of her dealings with Bill Clinton directly on what she told me during those interviews. Before the book's release, I met with her and read to her the sections related to her. "Her response at the time

was that I had fairly and accuaffair, and it was time, Ms. ing on this biography, I came to Wright said, for Mr. Clinton understand the complicated to face the issue squarely." She said she told Mr. Clin- Betsey Wright and Bill Clinton, ton, "I want you to tell me the which seems to be in evidence

AMERICAN

Pollution-Cancer Link Is Now Called Slight

A new study by the National Cancer Institute suggests that, contrary to the contentions of environmental activists, environmental hazards have little to do with cancer. For more than two decades,

some scientists have been predicting "an impending disaster of ever-increasing cancer rates," the institute's journal said in an editorial, but new findings "suggest it will not But just because pollutants

may not be causing cancer does not mean they are harmless, some scientists say. There are other health effects of chemicals in the environment," said Theo Colburn, a senior scientist at the World Wildlife Fund in Washington. Bruce Ames, director of the National Institute of Environmental Health Sciences Center at the University of California at Berkeley, said the real causes of cancer are smoking; not eating enough fruits and vegetables; chronic infections such as hepatitis (which can lead to liver cancer); genetic factors, and hormone problems. Pollution, in his view, "appears to account for less than I percent of human cancer."



TIMELY CHERUBIC THOUGHTS - Nearly 10,000 of these "Love" stamps were sold within hours of going on sale this week at the post office in Valentines, Virginia.

Short Takes

Coffee, tea or takeoff? Bernadette Flanagan has become one of the few flight attendants ever to move up to the cockpit. Miss Flanagan, 31, was promoted to flight engineer and pilot by Florida-

based Carnival Air Lines after completing flight training school. She said she worked a full shift as a flight attendant, then changed uniforms and got back on the same plane. "One of the passengers said to

me, 'What are you doing up

front? You just served me cof-

Golf is good for you because it is low in intensity and long in duration, says Darlene A. Sedlock, associate professor of physiology at Purdue University in West Lafayette, Indiana. She says a 150-pound (68-kilogram) male, walking around and pulling clubs on a set of wheels for 18 holes over four hours, will burn about 1,060 calories, or 600 calories more than if he did nothing for four hours. "On the other hand," she adds, "if you're riding in a cart with a cooler in the back, it's probably not go-ing to help your health at all."

Catholicism Lite? That's what the new sign at St. James the Less Catholic Church in Highland, Indiana, had some people thinking. Confusion arose from the wording arrangement, which reads: "St. James"

"the Less" "Catholic" 'Church"

The sign does not at all mean a watered-down brand of religion, said the Reverend Francis Lazar. The St. James in question was known as "the Less" because he was shorter and younger than his contemporary, who became known as St. James the Greater. The parish received hundreds of phone calls after the new sign went up in November. Father Lazar said the sign should have placed the saint's name all on one line to avoid confusion, but he has no plans to

replace it. International Hero<u>l</u>d Tribune. MADAME BLAVATSKY'S BABOON: A History of the Mystics, Mediums and Misfits Who Brought Spiritualism to America By Peter Washington. 470 pages.

\$27.50. Schocken.

Reviewed by

Michael Dirda

Compared with the evil or press Eugenie." dopey pseudo-religions of today. This fat, blowsy, vulgar wom-the Theosophists seem a kindler, an possessed undoubted charis-

Bernard Shaw's faith in the healthful effects of Jaeger allwool suits, and their practices often sound more kitsch than cabalistic. We can even read about their activities with an ironic smile and dismiss Madame Blavatsky and Gurdjieff as mere light-opera charlatans. But the unceasing popularity of The-osophy's offshoots should alert us that, amusing though their antics are, these self-appointed gurus and mahatmas were clearly on to something.

A T the very least the Theosophists and their spiritualist rivals had a way with book titles — "Isis Unveiled," "The Astral Plane," "The Coming of the World Teacher," "Invisible later and never looked back. No one is quite sure how much of her biography is propagandistic. Helpers," "The Fourth Way" one is quite such that the same has a much of and, best of all, "The Secret Doctrine." Such writings seem myth. She "claimed to have ridto promise the weary soul a den bareback in a circus, toured glimpse into the very meaning of the universe, as well as hinting that one may, through effort, the universe of the universe o gain the power of the magus and feathers in Paris, and worked as the tranquil wisdom of the sage interior decorator to the Em-

gentler cult. They exhibit an old-ma. When she claimed to be in fashioned looniness, like George touch with ancient adepts, with contemporary fascination with

vestigating Lincoln's assassina- of the Master's teaching. tion. In 1875, in New York, this odd couple founded the Theo-sophical Society, devoted to spiritual adventures of Califorcollecting and diffusing nia writers Aldous Huxley, "Imowiedge of the laws which Gerald Heard and Christopher govern the universe," later Isherwood, touch on a number moved its headquarters to India and evangelized far and wide.

BOOKS

It's pretty clear that Peter Washington finds the outra-geous G. I. Gurdjieff almost as irresistible as did his disciples, among them African-American novelist Jean Toomer and short-story writer Katherine Mansfield. (The tubercular Mansfield passed her last days at Gurdjieff's "monastery." Gurdjieff came from Central Asia, looked like Fu Manchu and possessed remarkable personal magnetism.

As Washington notes, while the Theosophists might be associated with the League of Nations and social democracy. Gurdjieff represents the more

names like Morya and Koot barbarism, primitivism and Hoomi, nobody laughed. In strife Breathing exercises, dance fact, she won over Colonel Hen- and other forms of movement, ry Olcott, one-time member of siming for "the integration of all the committee charged with in- the vital forces," made up much

Later chapters of "Madame of recent gurus and movements (Idries Shah, the Aetherius Church) and describe the often sad later years of various would-be adepts and one-time disciples. All in all, Peter Washington has written a wonderfully engaging and useful book.

Michael Dirda is on the staff of The Washington Post.

NEW AUTHORS

PUBLISH YOUR WORK ALL SUBJECTS CONSIDERED Authors World-wide invited Write or send your manuscript to **MINERVA PRESS** 2 OLD BROMPTON RD. LONDON SW 7 3DQ

A Time Capsule Is Opened

ARIS — Imagine a bevy of reporters let loose in the not too distant past, at liberty to photograph famous figures of the arts and public life, from the art Victor Hugo to Johann Strauss. Add, for good measure, interi-ors with women wearing crinolines and views of unspoiled European countryside in the early phase of the industrial age, plus a couple of shots of the Crimean War in 1855.

All that, and more, could be seen in the time capsule that popped out of the blue last

SOUREN MELIKIAN

Saturday at the Hôtel Drouot. That day, in the most important sale of early photography ever at Drouot, Antoine Godeau auctioned off tens of thousands of photographs of the 1850s and 1860s. There were so many of them that Marc Pagneux, the Drouot expert assisting the auctioneer, gave up any thought of counting them.

As a prelude to the sale, there was a job lot of "approximately 15,000 pieces." The entry described these as "unclassified photographs" from the archive of Andre Adolphe Eugène Disderi. With only one day allowed for the viewing of a sale that ran to 193 lots, that gave it an ele-ment of whimsical surprise that is quintessentially French.

The story behind the sale is equally astonishing. The man who built up this collection, Maurice Levert (1858-1944), was the son of a French préfet. He was eager to join the army, but he lost an eye as a young man and was barred from achieving his dream. Failing that, he turned to collecting anything to do with the military: arms, armor, uniforms, llags — and photographs. His vast holdings of military memorabilia eventually entered the Musée de l'Armée as a bequest in 1944. But no one wanted the photographs, which remained with the family for another 50

At the heart of the photo-graph collection was the fantas-tic archive of Disden. For a decade, Disderi was the fashionable photographer to the French establishment. From June 1854, when he arrived in Paris, until about 1867, anyone reasons accounting for his success, Disderi patented a process glass plate. They were the size smiling. of a visiting card, and eight of



A photo of Carolina Rosati fetched 44,800 francs.

mantic with very artistic hair

swirling around his head.

"Jean" (Johann) Strauss, mere-ly identified as a "Viennese conductor," shown with a well-

groomed mustache and beard,

seems to fancy himself no end.

In another volume put to-

gether by Levert, the visiting-

card-size prints by nosts of pho-

power is irresistible. Victor

Hugo, seen by E. Bacot, is seat-

ed sideways on a simple chair

without props, absorbed in his

thoughts. Later, Pierre Petiet

photographed the French writ-

er full front looking earnest, al-

most anxious, with sympathetic

eyes and a beard that make him

look a bit like Abbe Pierre. The

last shot shows him in old age,

in the midst of poorly dressed

working-class schoolchildren,

standing on the steps of a stair-

case. The tired face is gaunt,

almost distraught, his white hair, cropped short, standing on

end. But there a mix of protec-

tive concern, generosity and un-derstanding radiates.

It would be hard to find a

greater contrast than Théophile

Gautier, the novelist, poet and

art critic who thought so poorly

of the Impressionists. Self-im-

(\$4,840), with commission.

themselves to impress friends stands with his head thrown and acquaintances, loved it. Well organized, Disderi kept back, giving the photographer a quizzical but not unkind look. Franz Liszt appears seated, sideways, as the perfect Ro-

many albums with thousands of names inscribed under specimen photographs. Lot 1 alone in the Drouot sale included tens of thousands of names," in the expert's words. In later years, Disderi proved unable to adjust to changing circumstances and went bust. The ar-Hotly disputed, the album climbed to 25,455 francs chive survived, passing into the hands of a General Rebora who, in turn, left it to Maurice Levert, whom he made the sole trustee of his estate.

Levert did not just keep the albums with the precious names. He added to them by sorting out and documenting thousands of unclassified Disderi prints at a time when many of the sitters were still remembered by relatives and friends. What turned up last Saturday was, among others, a kind of gigantic illustrated Who's Who of France, foreign visitors in-cluded, in the 1850s and early

HERE was something unreal about this gallery of famous names. In one of the Disderi albums, one stumbled upon a sheet of multiple portraits of the academic woman painter who was anything in French so- Rosa Bonheur, whose star was ciety sat for him. Among other just rising when Disderi photographed her in 1863. There she sits, massive and masculine, her that allowed him to produce broad square-jawed face wastmultiple portraits from a single ing no time on unnecessary

Elsewhere, the cartoonist them cost less than a single Cham, lanky and aristocratical-

had his ins and outs at court. An autograph of one of his po-ems is inserted in the album. It was written, a caption says, "for Princess Mathilde [the first cousin of Napoléon III after an evening at Saint-Gratien on 29 July 1866." One of America's leading dealers in early Europe-an photography, Harry Lunn of New York, made a valiant attempt to get the album, bidding up to 23,242 francs. But the Paris National Library stepped in to substitute itself to the last

So thoroughly convinced were the French museums of the importance of the material that in an unprecedented occur-rence at auction, they acquired 91 out of 193 lots, roughly 40 percent in value of the 3.9 mil-lion franc sale. They got most of the albums, including those of Disderi. Lunn, bidding on behalf of American institutions behalf of American institutions. managed to get two of his fashion albums, the second one by resorting to a ruse. As bidding climbed from 10,000 to 20,000 francs, Lunn shouted "60,000" (66,404, with premium), which was a lot more than what the museums had been paying so far. Much later, his Londonbased American colleague, Robert Hershkowitz, helped by the auction fatigue from which the museums were suffering by then, managed to get a Disderi album dealing with the theatri-cal scene — 126 plates for only 18.815 francs.

ORTUNATELY for all, there were other photographs in the sale that had no documentary interest, among them tographers look modest landscapes by Olympe Aguado. enough. But their evocative A cart drawn by four oxen standing on an intensely lighted grassy patch against a backdrop of dark growth was a discovery. This masterpiece of early photography "has a good chance of being unique." Hershkowitz says of the salt print, which was bought for 34,309 francs by Michèle Chomette of Paris.

Another view by Aguado, with a vast expanse of water and spindly poplar trees, dates from about 1856. It heralds later Impressionist compositions. French collector ran it up to 57,550 francs. Prices such as these are considered enormous by professionals. Even Roger nton's two views of Balaclava in 1855, admirably composed, were thought to be expensive when they sold together for 11,741 francs.

A decade from now, things will look different. For now, the portance oozes out of every greatest is available and players pore of his saturnine face, are few. As far as collecting earbearded and flamboyant. While ly photography is concerned, large-size print. The Parisians, ly nonchalant (in real life, he Hugo denounced the dictator- we are still enjoying the last who took to giving portraits of was Vicomte Amédée de Noé) ship of Napoléon III, Gautier glow of the Golden Age.

The Face of Hardship and Poverty

By Charles Hagen
New York Times Service

EW YORK — It is hard to imagine a more timely exhibition than "A Century Apart: Images of Struggle and Spirit," the provocative show now at the Museum of the City of New York. With poverty programs once again at the center of political debate, the museum's idea of pairing the work of Jacob Riis, the turn-of-thecentury reformer, with that of five contemporary documentary photographers seems especially astute. Along with Riis, the photographers include Martine Barrat, Fred R. Conrad, Mary Ellen Mark, Margaret Morton and Jeffrey Henson Scales.

The show, which runs through Sept. 3, also gives the museum a chance to show off some of the incomparable Riis prints, negatives and other material in its collection. Most of the more than 60 works by Riis in the show are new contact prints of the orig-inal 4-by-5-inch glass negatives, made on a special kind of paper that was standard when the images were taken. In the 1870s, Riis, a Danish

immigrant who was a police reporter, became involved in efforts to improve the lives of the people who lived in the teeming slums of New York City. When a workable method of flash photography was invented in 1887, Riis took up the camera to dramatize the shocking conditions he found on the Lower East Side and elsewhere. His lectures, illustrated with glass lantern slides, drew large crowds, and he went on to publish a series of influential books, illustrated with both linecuts and halftone photographs.

Many of Riis's most famous and poignant images are here. 'Bandit's Roost," a shot from around 1890 that shows the residents of a crowded alley, is presented as a lantern slide, in



Detail of Jacob Riis photo taken about 1890.

an unusual hand-colored version. And in a particularly memorable picture, a freshfaced 12-year-old boy pulling threads from garments in a sweatshop is shown surrounded by grinning older men.

Other pictures describe a hidden continent of poverty, from ragpickers at riverside dumps to a family of cigar-makers who earned \$11.25 for rolling 3,000 cigars a week.

Adding to the sense of immediacy are the blunt style and crude technique of these sensational photographs. (Riis en-listed other photographers to take some pictures, and it's not always clear which images are his.) Riis often surprised his subjects with his open pan of magnesium flash powder; in one picture, the groggy residents of a 5-cent-a-night flop-house, roused from sleep, stare blankly at the camera.

For all the power of these images, though, what gives this show its punch is the pairing of Riis's pictures with those of photographers who are recording similar condi-tions today. By themselves, Riis's photographs could be dismissed as old news and the work of the contemporary photographers could be brushed aside as biased. Seen together, the two sets of photographs describe a persistent problem that cuts across decades and ethnic groups.

The scope of the problem is

suggested by Scales's eloquent photographs depicting the derelict buildings and empty lots of Harlem as if they were ruins in a city at war.

A major difference between Riis and his successors is that the contemporary photogra-phers are more likely to approach their subjects with respect, and to acknowledge that the lives of the poor have their own sources of pride and pleasure. Barrat, for example, shows a girl standing in front of a city-owned building in Harlem, where she lives without heat or hot water. Far from appearing down and out, the girl bubbles with joy.

In a similar way, Morton's photographs of a Lower East Side shantytown emphasize the residents' resourcefulness and middle-class values; one man even built a fence with a gate around his neat shack.

Traditionally, reformist photographers like Ris tried to arouse middle-class viewers to pity or outrage, to spur them to demand an end to whatever social evil was depicted. But that sense of outrage is missing from much of the contemporary work.

Of course, today's photographers face a different political climate: Many in American society, weary of viewing images of poverty, are skeptical about attempts to do away with it. Given these circumstances, it seems that a lot of contemporary photographers are wary of taking on the role of social crusader, with the mission of convincing the middle class that poverty's bad effects can be alleviated. Such hesitations seem never to have entered Riis's mind.

ART EXHIBITIONS

INTERNATIONAL

Man Ray Exhibitions: Paris: Jeudi 9 février: 17h-21h Vendredi 10 février: 11h-21h Samedi II février: 11h-21h 14/16 Verneuil 14-16 rue de Verneuil 75007 Paris Sotheby's France 3 rue de Miromesnil, 75008 Paris Contactor: Andrew Strauss Tél: (1) 42 66 40 60 New York: 23rd to 25th February, 10am to 5pm and 26th February, 1pm to 5pm Sothehy's New York 1334 York Avenue, New York, NY 10021 Contact: John Tancock Tel: (212) 606 7360 London: 17th to 22nd March, 9am to 4.50pm (18th March, 10am to 5pm and 19th March, 12 noon to 5pm) Someby's London 34-35, New Bond Street, London W1 Contact: Melanie Clore Tel: (0171) 408 5394 London, 22nd-23rd March 1995

Sotheby's, 34-35 New Bond Street. London W1, Contact: Mckanie Clore

SOTHEBY'S

Tel: (0171) 108 5394

FRANCE

Galerie Lucie Weill-Seligmann

6. rue Bonaparte, 75006 Paris Tel: (33-1) 43 54 71 95 auction sales

Cocteau

Original ceramics December 15th to Feb 28th

COLLECTORS

Spink deal in

Oriental, Asian and Islamic Art Textiles · Medals · Militaria

Coins · Bullion · Banknotes

SPINK SPINK & SON LTD, 5, 6 & 7 KING ST ST JAMESN, LONDON, ENGLAND SWIY 6QS TELL 071-930 7888 FAX 071-839 4853 TELEN, 916711

ANTIQUES

ORIENTAL ANTIQUES

We buy and sell Jepanese Antiques of the Edo and Meiji Periods: Fine Satsura, Iman. Jepanese Occurrie, foruces. Somulas sworts, filmps, and armor (14th cereury through 19th cereury) FLYTHQ CRANES ANTIQUES, LTD 1050 Second Avenue, Gallery #55 New York, N Y 10022 Tet (212)223-4800 - Fax (212)(22)-4801

YOU SAW THIS AD.

नेले बट्यानेड विसी व सार्वीकात र न्यीन्स्नोहरू Shanlan't you too advertise INTERNATIONAL HERALD TRIBUNE?

A Muse Pays Homage to Maillol body; he had prevailed through "Maillol used to receive Sunday mornings; I was told to museum lobby features monu-"Maillol used to receive Sun-By Ginger Danto

ARIS - When he thought disconsolately that age had extinguished his strength to sculpt, Aristide Maillol (1861-1944) was urged by a friend to meet someone who apparently incarnated his ocuvre. It was 1934 and the then-esteemed French sculptor had already forged a new, narrative style that verged on abstraction.

He had scandalized Paris's 1905 Salon d'Automne with his first major nude, "Méditerranée," whose ample forms Marly-le-Roi home one Sunday, evoked rather than imitated the without her parents' knowledge.

PARIS

9, Rue Drouot, 75009 Paris - Tel.: (1) 48 00 20 20.

Monday, February 13, 1995 – Room 15 at 2 p.m. - POSTERS, MILLON-ROBERT, 19, rue de la Grange-Batellere, 75009 PARIS, Tel.: (1) 48 00 99 41 - Fax: (1) 48 00 98 58.

Room 5 at 2.30 p.m. – 19th & 20th Cent. PAINTINGS AND SCHILFTURES, Expens: MM. A. Pacitti and A. de Louvencourt, M. F. Baille, M. J.M. Camard, On view: Saturday, February 11, from 11 a.m.

TAJAN, 37, rue des Mathurins, 75008 PARIS. Tel.: (1) 53 30 30 30 - Fax: (1) 53 30 30 31. In NEW YORK please contact Ketty Matsonrouge & Co. Inc. 16 East 65th Street, lith floor, N.Y. 10021. Plume: (212) 737 35 97 / 737 38 13 - Fax: (212) 861 14 34.

–Tuesday, February 14 - Wednesday, February 15, 1995 –

Room 8 at 2.15 p.m. - OLD AND MODERN BOOKS INFORTANT LIBRARY: BEAUX ARTS AND ARCHITECTURE (1850

BEPORTANT LIBRARY: BEAUX ARTS AND ARCHITECTURE (1850-1960). Expert: M. J. Benelli. On view at the expert. 244, me. Saint Jacques. 75005 Paris, Tel.: (1):46-37-35-75-51. Fax: (1):40-31-91-39, from February 6 to February 10, from H. a.m. to 6 p.m. On view: Hogel Drougt. Room 8, Monday, February 13, from H. a.m. to 6 p.m., Tuesday, February 14, Wednesday, February 15, from H. a.m. to 12 a.m. ETUDE TAJAN, 37, rue des Mathurius, 75008 PARIS, Tel.: (1):53-30-30 - Fax: (1):53-30-30 - Ji. In NEW YORK please contact Ketty Maisomouge & Co. Inc. 16 East 65th Street. Bith floor, N.Y. 10021, Phone: (212):737-35-97 / 737-38-13 - Fax: (212):861-14-34.

-Wednesday, February 15, 1995—

Room 3 at 2.15 p.m. - NUMISMATIC, E. de VAISSIERE COLLECTION MILLON-ROBERT, 19, rue de la Grange-Buellère, 75009 PARIS, Tel., (1) -8 00 99 (4) - Eas: (1) -8 00 98 58.

- Friday, February 17, 1995 -

Room 6 at 2 p.m. ART NOUVEAU ART DECO. **MRLION-ROBERT,** 10, rue de la Grimge-Batelière, 75009 PARS, Tel.; (1) 48 00 99 1) - Fax; (1) 48 00 98 58.

Friday, February 17, 1995

Room 1 at 2.15 p.m. - JEWPIRY from 19th to 1950 - WATCHES, IEWPIRY SIGNED - 19th Cent. SHA ERWARE. Papert: Mrs. Ch. Beaucois. On view: Thursday, Jebruary 10, from 11 a.m. to 6 p.m., Fickus, February 17, from 11 a.m. to 12 a.m. ETCDE TAJAN, 37, rue des Matharius, 75008 PARIS Tel. (1) 53-30-30-30 - Fax: (1) 53-30-30-31. In NEW YORK please contact Ketty Maisonnouge 8, Co. Inc. 16 East 65th Street, fifth floor, N.Y. 10021, Phone: (212) 737-35-97 / 737-38-15 - Fax: (212) 801-14-31.

7 DROUOT RICHELIEU

critical success, even from clashe felt he had run out. In deferagreed to contact a certain schoolgirl, a "Parisienne." "I am told that you resemble a

Maillol and a Renoir," he wrote by way of invitation. "I would be satisfied with a Renoir."

At 15, Dina Vierny possessed the discipline of her immigrant parents who had left Odessa when she was 6, determined to make a life in France. But she was not without a sense of adventure, and set off for Mailiol's

sicists such as Rodin. But at 72. look for whoever seemed the mental sculptures including "La oldest," Vierny recalled recent- Rivière" (1938-44), a fitting inence to his friend, however, he ly, "I found that person and troduc went up to him. It was the Vierny, who posed reclining her painter van Dongen. Vierny, who posed reclining her head tilted back, her hand test-"But Maillol had seen me. He ing some invisible surface.

called me over, showed me his house, his work. Later he asked me when I was free. Like all young people I was very pretentious. I said 'never.'

level, the courtship of Maillol and Vierny. He instantly found in her the muse he that had cluded him; she found a unique mentor, as well as entrée to the lively milieu of artists.

When their relationship was death in a car accident, Vierny collaboration that had availed modern 20th-century sculpture of some of its seminal masterpieces. Colluding circumstances, namely the inheritance of Maillol's estate, reinforced her commitment.

cold. A home, rather, for Mailvent, later housing a school, a cabaret, a poissonnerie and a hodge-podge of tiny apartincluded Alfred de Musset. Now the motley collection of commerce and cramped dwellest incarnation; the Musee Mailfol, which has been under construction for 15 years.

bronzes to the French state to further convinced that Maillol merited a room of his own. Her steadfast goal remained to suitably present her collection the largest ensemble of Maillols, including 400 sculptures. paintings, drawings, engravings and textiles.

The second and third floor galleries demonstrate Maillol's versatility. Drawings uncannily depict Vierny before as well as after she entered the artist's life, And so began, on an artistic as do paintings of women in wel, the courtship of Maillol pastel landscapes reminiscent of the Nabis, with whom Maillol was associated. Miniature bronze and terra-cotta figures show how Maillol forecast the monumental. An ornamental wooden spoon, a mirror frame brutally ended by Maillol's in the form of Leda, ceramic vessels and a cradle reveal a vowed to render homage to a mastery of media that blended practicality with beauty.

IKE Vierny's thoughts, the museum is organized according to sentiment rather than chronology, interspersed with works by Maillol's friends. "I thought someday I would for whom Vierny also posed make a little museum. No. not a through the 1940s. Here she is museum, really. Museums are sun-dark, in Bonnard's sulfurous "Le Grand Nu Sombre." lol and his friends," said Here she is Japanese-eyed, in Vierny, sitting in her cluttered the lithe strokes of Matisse the lithe strokes of Matisse parlor at 59 Rue de Grenelle. sketches affectionately dedicat-The building began as a con- ed to the sitter. And here dwarfed by an inky interior, signed "Her good friend, Dufy."

Other spaces reflect Vierny's ments whose onetime tenants activities after modeling: the opening of her Left Bank gallery where she showcased, among others, contemporary Russian ings have made way for the lat- and naif artists whose plump. doll-like subjects, once again, mimick their collector.

"I never thought I would do "More like 30." snapped such a big thing as this. And it's Vierny, who after donating 18 only the beginning." said Vierny. waving wearily in the direction adorn the Tuileries in 1964, was of a wing planned for her vast doll collection. "The dolls have been with me all along. They know what it is to be patient." The Musée Maillol opens to

the public on March 9. Ginger Danto is a Puris-based journalist who specializes in the



Dina Vierny at the Maillol Museum.



eonomic scint

THE TRIB INDEX

dens: illis s 🚗 . L

36 J $q_{i,1}$ **@**_______ la ye. ak_{ling} N_{ic} 15. lkina. the state of

تسناء المنا

East Europe's Failure to 'Emerge' Speculative Foreign Money Has Moved Elsewhere

By Erik Ipsen
International Herald Tribune
LONDON — Will the long shadow of the Mexican crisis send the emerging markets and even the economies of Eastern Europe and the former Soviet Union into the deep freeze?

Battle-hardened foreign investors in those markets scoff at the notion. Unfortunately, they also concede that such anticipated market durability only masks deeper failures in the region. Steven Bates, a London-based fund manag-

er specializing in emerging markets, puts it most succinctly. "I don't think there is much foreign money left in these markets," he said.

"Everyone hates them." Five years after the fall of the Berlin Wall, the region that was once billed as one of the hottest investment prospects on the globe has so far become something far closer to the dud developing

market of the decade. Mr. Bates of Fleming Investment Management and others point to market skids that began last spring and that have left exchanges in the region nursing a loss of about 50 percent in asset prices. What little hot foreign money entered those markets has departed, they say.

Left behind is a cadre of steel-nerved foreign investors able to stare unblinking at such seeming setbacks as war in Chechnya and constitutional crises in Poland. Economists, meanwhile, note that even in the best of times those volatile portfolio flows fell far short of original expectations.

nounced — and damaging — when it comes to foreign direct investment, the long-term funds needed to help modernize the region's phones and roads, to snap up promising companies and to create new ones. It is the sort of capital

This is a region that includes 25 countries, and yet the total foreign direct investment last year was roughly equal to Mexico's \$6 billion.

Ricardo Lago, deputy chief economist, EBRD

economists insist is needed by the tens of billions of dollars if the region is ever to

close the development gap with the West.

"This is a region that spans 12 time zones, includes 400 million people in 25 countries, and yet the total foreign direct investment last year was roughly equal to Mexico's \$6 billion," said Ricardo Lago, deputy chief economist at the European Bank for Reconstruction and Development, which was set up four years ago to spur development in the region.

And that \$6 billion pales into insignifi-

cance compared with the \$28 billion estimated to have flowed into China in 1993.

"It poses real problems in a region where there was great hope that Western capital would do everything," said Hans Holzhacker, head of East European research for Giro Credit Bank in Vienna.

Analysts fault everything from chronapacity to absorb foreign capital.
"You have to remember that four

years ago these countries did not have banks, much less debt and equity mar-kets," said Dan Lubash, an emerging market analyst at Merrill Lynch in Lon-

Even today, such a relatively advanced equities market as Hungary's has only 14 officially listed companies. The Czech Republic boasts only 29. far greater numbers of unlisted companies are also traded in both countries. volumes are thin and pricing uncertain.

"Even if you wanted to invest in the region, it can take months to build up positions," said James Lister-Cheese, an analyst with Independent Strategy.

While many analysts see much of the hot money having been washed out of markets from Prague to Moscow, they see longer-term investors as holding firm. What is more, managers like Mr. Bates insist that share prices in the region have reached levels so low that they are wading back into the markets with their checkbooks.

Others take heart at continuing, albeit meven, progress by the region's governments in efforts to remake their econo-See EMERGING, Page 8

Markets Gain On Jobless Rise

Investors Celebrate Signals That Economy Is Calming

WASHINGTON — Stocks and bonds soared Friday as investors celebrated what normally would not be good news: The Labor Department said U.S. unemployment had risen for the first time in a year.

The markets interpreted the report as a sign that rapid growth in the U.S. economy had finally abated, allowing the Federal Reserve to take a break after pushing interest rates higher seven times in the last year.

The economy is slowing to a no-boom, no-bust pace," said Hugh Johnson, chief investment officer at First Albany Corp. The chances of the Federal Reserve being seduced into raising interest rates too high are a lot less today than a week ago."

The Labor Department said the U.S. unemployment rate rose to 5.7 percent as companies hired fewer workers than in any month in the last year.

cent in December - the lowest in four years - and had not been as high as January's rate

January's increase of 134,000 jobs was down from 210,000 in December and the smallest gain since 101,000 last January. It reflected slow hiring in service industries, the government said, while factories continued to add workers at a rapid pace.

Traders said the news may ovation of an apartment in New have sparked a long-lasting bond rally. The price of the benchmark 30-year Treasury bond rose 1 11/32 to 98 17/32, bringing its yield down to 7.62 percent from 7.74 on Thursday. The benchmark bond yield has not been that low since Sept. 8.

For investors, the key development was the realization that the Fed's campaign over the last year to slow the economy and

contain inflation was working That meant the Fed's half-point increase in the overnight bank lending rate on Wednesday to 6 percent was likely to be the last

Fed policymakers "can go to Caribbean for a little while and get some sun," said Robert Dederick, an economist at North-ern Trust Corp. in Chicago. They have no choice but to sit back and wait."

The stock market soared as much as 70 points after the report. The Dow Jones industrial average closed 57.87 points higher at 3,928.64. Advancing issues outnumbered declining ones on the New York Stock Exchange by more than a 3-to-1

"Once the train starts to leave the station, everyone jumps on board," said First Albany's Mr. Johnson. "That's how small movements become big jumps."

At the White House, Laura The jobless rate was 5.4 per- D'Andrea Tyson, President Bill Clinton's chief economic adviser, said it was too early to say whether the economy was slowsince it stood at 5.7 percent in ing. She added that January unemployment figures were often misleading because of "season-al factors" that were difficult to adjust for. "It's hard to know precisely the size of those factors," she said.

> The report contained some signs that inflation could become a threat. Average hourly earnings rose 7 cents last month — the largest gain since an 8-cent rise in October — to \$11.32. Average weekly hours worked increased to 34.9 in December from 34.6 in November. Manufacturing hours were un-changed at 42.2 hours, and factory overtime increased to a record 4.9 hours from 4.8 hours Some analysts questioned

> > See STOCKS, Page 8

Metall Suit Says Ex-Chief Caused Crisis

Compiled by Our Staff From Dispatches FRANKFURT — Metaligesellschaft AG said Friday it would sue Heinz Schimmelbusch, the company's former chief executive, for 25 million Deutsche marks (\$16 million), charging him with breach of duty and other infractions.

The lawsuit, filed in Frankfurt District Court, also seeks 2 million DM in damages from the company's former chief financial officer, Meinhard Forster.

two men, who were dismissed Dec. 17, 1993, had breached their obligations as company officers, resulting in at least 2.7 billion DM in losses for Metall-

"They have caused what is in its dimensions and financial consequences certainly the most serious corporate crisis in German postwar history," the

The company said that the melbusch and Mr. Forster with allowing an irresponsible ex- Schimmelbusch for the purchase pansion of oil-futures trading. It also says they permitted Me-tallgesellschaft to enter into a commercial arrangement with an American concern, Castle Energy Corp., that hurt the

The loss from oil futures was put at 1.6 billion DM in 1993 alone, while the loss from Casthe Energy contracts was put at 1.1 billion DM.

The lawsuit also faults Mr. of a house in Frankfurt and ren-York at company expense.

In January, Mr. Schimmel-busch filed a multimillion-dollar lawsuit in New York alleging that Deutsche Bank AG, Germany's biggest bank, and Metallgesellschaft had carried out a "systematic campaign of defamation" against him.

Bloomberg, Reuters, AP

ECONOMIC SCENE

The Fed Opts for Disclosure

By John M. Berry Washington Post Service ASHINGTON — The Federal Reserve Board, after years of saving that immediate amounce- ments of its monetary-policy changes would disrupt financial markets and undermine its effectiveness, formally decided

this week to go public. In a statement released Thursday, the Fed said its top policy-making group, the Federal Open Market Committee, had decided to make permanent a practice of announcing its decisions that it had been using on a trial basis for a year.

"In some infrequent circumstances," the statement added, "the committee might decide to issue a statement even when no policy action is taken."

When the Fed raised short-term interest rates Feb. 4, 1994, for the first time in five years, it uncharacteristically chose to announce the change. Before then, financialmarket participants had to figure out for themselves what the Fed had done, based on how much cash the Fed was supplying to the banking system. Fed officials cautioned at the time that announcements might or might not follow future meetings.

Nevertheless, at each of the eight policymaking sessions since then, the Fed either announced rate changes or, if no change was made, said there would be no announcement. On the one occasion when Fed Chairman Alan Greenspan used his own authority to raise rates between meetings, that was also announced.

Representative Henry B. Gonzalez, Democrat of Texas, the senior Democrat on the

House Banking Committee who has pressed the Fed to be more open in its deliberations, called the decision "a victory." But Mr. Gonzalez said he would reintroduce legislation requiring the policy-making committee to make videotapes of its discussions and to make them public promptly.

Despite some of the earlier Fed fears, there

has been no sign of any market disruption as a result of announcing the policy changes. Many financial analysts and traders have welcomed the shift. While the Fed policy-making committee

was still considering whether to make the change permanent, some of its members made it clear they liked the new approach. "I feel pretty comfortable with the disclosure process," Thomas Hoenig, president of the Kansas City Federal Reserve Bank, said re-

In an indirect reference to the pressure from Mr. Gonzalez, Mr. Hoenig said the shift "takes care of the debate on the issue that was

By making the announcements, the Fed also dealt with the problem of leaks to reporters about unannounced decisions. At one point, Mr. Greenspan warned FOMC members there would be an investigation if unau-

thorized disclosures did not stop.

The FOMC also agreed this week to make public edited transcripts of its meetings—after five years. In 1993, the existence of tapes of meetings from the late 1970s to the present. a secret even from most FOMC members, became known as a result of inquiries by the House Banking Committee. Transcripts of the tapes covering the period from mid-1986 through 1988 have since been released.

Nippon Trust To Write Off Its Bad Debts

TOKYO - Nippon Trust & Banking Co., the ailing affiliate of Mitsubishi Trust & Banking Ltd., announced Friday it would write off a large chunk of nonperforming loans in the second half of its current year.

A official of Nippon Trust, Japan's seventh largest bank, said the write-off of more than 200 billion yen (\$2 billion) by March would significantly reduce declared nonperforming loans for the year, but he de-

clined to project the final figure. The move came one week after Sumitomo Bank Ltd., Ja-pan's fourth largest bank, pre-dicted a loss of 280 billion yen for the year because of a major write-off to cover bad loans.

Japan's 21 top banks are still saddled with 13 trillion yen in bad loans, primarily from realestate deals, assumed during the nation's speculative "bubble" economy in the late 1980s. Nippon Trust reported a loss

of 459 million yen for the six months ended Sept. 30. Separately, the Ministry of Finance said a local credit association would absorb the troubled Yuzi Credit Union this (Knight-Ridder, Bloomberg, AFX)

Feb. 3

ECU

54-5% 6-6%

** AUSTRALIAN LOTTERY Using This System You Get 11,088 Chances to Win a MILLION DOLLAR JACKPOT

Share of Up to 150 Million Dollars Over the Next 12 Weeks.

Over the next 12 weeks, the AUSTRA-LIAN LOTTERY will be giving away up to 150 million dollars in prize money. We quarantee you'll win a share of this ... if you play

What makes our system successful? The secret is simple. You play in a Group. You join 139 other players in a GROUP ENTRY PLAN...so you play together and win together.
This way you can afford tar more entries

than you could play by yourself. Your individual prize amounts may be smaller, but you have a better chance of winning the big prizes and you win more often.

you can have 2.250 chances to win a multimillion dollar prize, and for a stake of US\$12.42 a week you get 11.088 chances to win. Every one of these chances can win you one of the BIG JACKPOTS. These BIG JACKPOT PRIZES in the AUSTRALIAN LOTTERY are never less than 2 million dollars and they

go as high as 14 million dollars...in tax-free, lump sum cash. When your Group gets six numbers correct out of 45, you not only share in MILLIONS from

the top prize but you also share in all the smalle cash prizes as well! You can win again and again during your 12 weeks of play with the same or different number combinations.

All you need do is choose how many CHANCES TO WIN you want to have... Our REGULAR PLAN gives you 210

different number combinations and 2.520

CHANCES TO WIN. The DE-LUXE PLAN gives you 924 different number combinations and 11,088 CHANCES TO WIN.

In other words, you get so many chances. you're guaranteed to win something! It's easy to join a GROUP PLAN

It's easy to join in, too. Your group's number combinations are selected for you by a specially programmed computer. Every number combination that's entered will be different - and all holders of Shares in the Group will share the winnings if you hit a MULTI-MILLION DOLLAR

When you enter you'll be sent an ENTRY CONFIRMATION CERTIFICATE showing the numbers your Group has been allocated and the date of your first entry. Every month you'll For a stake of US\$3.32 a week for 12 weeks be sent a list of winning numbers so you can see how you're doing.

See now you re boing.

The winning numbers are announced every Saturday at 8:30 p.m. on Australian television and published in leading newspapers the following day. You can always call our HOTLINE numbers in Brisbane and London whenever you want to check the winning numbers for yourself. numbers for yourself.

Indicate which GROUP PLAN you would like to join and how many CHANCES TO WIN you want by ticking the box in the ENTRY

This Year the AUSTRALIAN LOTTERY Will Give Away Over US\$608.000.000 in Cash Prize Money.

AUSTRALIAN LOTTERY OFFER







AUSTRALIAN LOTTERY DE-LUXÉ GROUP PLAN BONUS NO. 1: FREE TICKET in an Australian Government A\$250,000 "Scratch it Win" Lonery.

BONUS NO. 2: FREE TICKET in the Australian Surf Lifesavers Draw.TOP PRIZE: A\$250,000 FORM below.

The size of any one Group is limited to 140 shares, but you can have more than one Share in your Group if you want to keep more of the prize monies for yourself.

Complete and return the ENTRY FORM below as soon as you can for your best chance to share in one of the AUSTRALIAN LOTTERY MULTI-MILLION DOLLAR JACKPOT PRIZES.

Sarj Lijcaivers Draw, FOR PRIZE: A3230,000

When you enter the DE-LUXE GROUP PLAN you can a FREE Tuket in an Australian State Government "Scratch in Win" Lattery with a change to with ONE OF thousands of prizes worth up to A3250,000

You also get a FREE Tuket in the Australian Surf You also get a FREE Tuket in the Australian Surf You also get a FREE Tuket in the Australian Surf Prize Prizes Draw. This can worth up to A3250,000

You also get a FREE Tuket in an Australian Surf Complete and return the ENTRY FORM DNE OF thousands of prizes worth up to A3250,000

You also get a FREE Tuket in an Australian Surf Complete and return the ENTRY FORM DNE OF thousands of prizes worth up to A3250,000

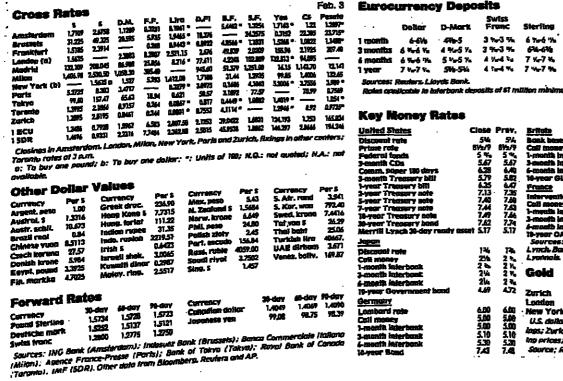
You also get a FREE Tuket in the DE-LUXE GROUP PLAN you can have more in the Draw with a state of the with ONE OF thousands of prizes worth up to A3250,000

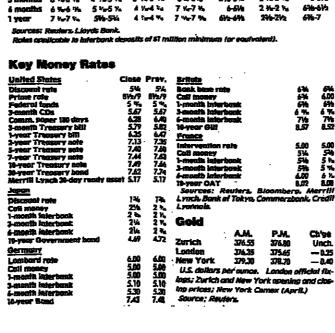
You also get a FREE Tuket in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have more in the DE-LUXE GROUP PLAN you can have you can have

You must send in your Entry Form below within 30

days to qualify for the DOUBLE BONUS.

CURRENCY & INTEREST RATES









win a ect the showing OUP	SHAR	RES	210 \ 12	NUMB) Combin weeks = ances to	ations 2.520	924 × 12	NUMB Combin weeks ances to	nations =11.088
ite):		HARE	Г	USS	39	Ļ	USS	149
	▶ TWO S	HARES	J	USS	79	L	USS	298
card	FOUR S	HARES		US\$	159		USS	596
	♦ SIX S	HARES	Į.	บรร	239	Ţ	USS	894
	• EIGHT S	HARES	L	USS	319	L	USS	1.192
	TEN S	HARES	1	USS	309		USS	1.400
PLAYERS ' cepted).	Postage, Ha	ndling and S	ervice	lees are	covere	d in th	e above	рпсез.
white:	Δi	TOMATIC	REN	EWAL		T	INITIAL	HERE

LORINGS, WHICHING WITH DELANCE LESS DIS COACLES III	Bic capato pinessi	
AUTOMATIC RENEWAL	INITIALHERE	
At the end of my subscription period, please renew		
my GAME(S) automatically by charging my credit		
card until I notify you otherwise.		

VALID ONLY WHERE LEGAL

Jobs and Bonds Give Dollar a Lift

Compiled by Our Staff From Dispatches NEW YORK - The dollar surged Friday against other major currencies as stock and bond market rallies sparked strong demand for the U.S. currency. Stocks and bonds soared after the Labor Department said

Foreign Exchange

nonfarm jobs in January, easing concern about inflation.

The dollar is benefiting from an overall positive feeling about U.S. assets," said Tom Hoge, vice president of corporate trading at the Bank of New York.
Strong demand for U.S. securities often bolsters the dollar because foreign investors must purchase the securities with

U.S. currency. The dollar closed at 1.5270 Deutsche marks, compared with 1,5180 DM on Thursday, and at 99,850 yen, after 99,425 yen. It also closed at 1.2935 Swiss francs, up from 1.2848 francs, and at 5.2930 French francs, up

from 5.2610 francs. The pound closed at \$1.5635, down from \$1.5825. The dollar dipped briefly after the employment report

STOCKS: Dow Soars as Jobs Slow

whether the employment picture was as weak as the govern-

ment figures suggested. "This does raise some signals that the economy is losing momentum," said Robert Dederick, an economic consultant

U.S. Stocks

with the Northern Trust Co. in Chicago, "But I don't think it answers it. It could be an aberration."

In another economic report, the Commerce Department said orders to U.S. factories rose 1.7 percent in December and helped drive up orders for the year 10.2 percent - the biggest annual increase in 15 years. Excluding the defense industry, however, factory orders rose just 0.4 percent in December after increasing 2.8 percent in November. (Bloomberg, AP)

■ Cyclical Issues Gain Stocks sensitive to swings in the economy — so-called cycli-cal issues — led the Dow's rise, Bloomberg Business News re-

Aluminum Co. of America rose 31/4 to 831/4, and Caterpillar

damped speculation that the Federal Reserve Board would raise interest rates again soon after its 50 basis-point increase Wednesday. "People feel the Fed's tight-

ening is over for the time being, which has had a positive effect on stocks and bonds," said Jim Raphael, a trader at NatWest Вавсогр.

the economy had added a David Brown, chief Europe-smaller-than-expected 134,000 an economist at Bear Stearns, said, "Bonds are helping the dollar for a change, as opposed to weaker bonds dragging the dollar under."

But some traders looking for signs of inflation pointed to a 7cent increase in average hourly earnings, to \$11.32, the largest increase since an 8-cent jump in October, as evidence that inflation remains a concern.

"The economic numbers were a mixed bag," said Lisa Finstrom, an analyst at Smith The pace of job cre-Barney. The pace of job creation is declining, but every-thing else looked healthy. They suggest that the U.S. economy is still strong.

Against the Mexican currenthe dollar weakened to 5.2750 pesos from 5.4550 pesos (Bloomberg, AFP, Thursday. Reuters)

Continued from Page 7 Shares of banks, brokerages and insurance companies also rose amid optimism their profit margins will not narrow with

higher interest rates.

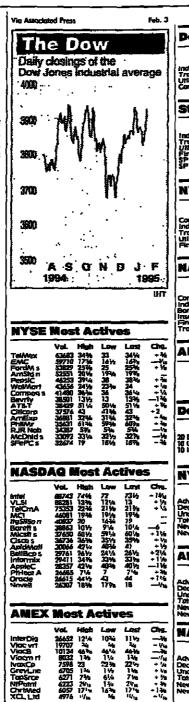
J.P. Morgan, a Dow component, rose 1% to 63%. The rally in financial stocks shows "perhaps we've seen a conclusion to the Fed tightening," said Dave Rolfe of Wedgewood Partners Inc.

American depositary receipts representing shares in Teléfonos de México, the most active issue on the New York Stock Exchange, rose 4 to 344. Technology stocks rose for a

third straight day as the outlook for stable growth raised the prospect of continued spending by consumers and businesses on computers and other capital equipment, traders said.

Intel, the most active stock on the Nasdaq exchange, rose 1 5/16 to 731/2. The company reduced prices some of its microprocessors Thursday.

McDonnell Douglas shares rose 1/2 to 541/a after the company said it would continue to buy back as much as 18 million shares. The stock gained 7 per-



EUROPEAN FUTURES Dow Jones Averages 148,75 159,75 150,50 150,00 N.T. N.T. 156,75 N.T. 1 3944.46 3870.77 3928.64 + 57.8. 1 1514.18 1492.29 1511.15 + 18.8 1 195.62 193.85 195.62 + 2.5 1 1323.63 1307.08 1320.32 + 18.24 3894.33 1499.04 194.24 1309.39 Standard & Poor's Indexe Low Close Ch'ye 558.33 561.39 + 5.56 361.24 366.77 + 2.53 159.56 161.66 + 2.10 44.16 45.46 + 1.30 472.78 478.64 + 5.36 438.77 444.23 + 5.46 NYSE Indexes Stock Indexes **NASDAQ Indexes** LSS per Index point har 1978.0 3294.0 3094.0 304 771,72 765,92 741,46 977,79 901,36 660,78 **AMEX Stock Index** 3-MONTH EURODOLLARS (LIFFE) 51 million - pis of 198 pci 443.14 438.45 442.43 **Dow Jones Bond Averages** +0.35 +0.46 +0.35 REVERSE STOCK SPLIT Res Tech: 1 for 18 reverse spill plus change to Comprehensive Environ-NYSE Diary 1295 901 735 2931 41 36 1847 524 572 2943 67 34 **EXTRA** REDUCED £4 3-17 3-31 **AMEX Diary** OMITTED Close Prev. 342 220 270 270 270 24 10 285 247 228 754 14 LONG GILT (LIFFE) NASDAQ Diary CAL VALUTIE: ISAMA, UPEN INT.: ZIAZAL IN-YEAR FREINCH 60V. BONDS (MATIF) FFSMAGE-PIS of 186 pcf Ner 11,00 110.4 111.70 + 0.44 Jun 110.55 110.52 110.84 + 0.42 Sep 109.55 109.56 110.16 + 0.42 Dec N.T. N.T. Uech. 1753 1368 1993 5114 77 52 W Find Spot Comm

U.S./AT THE CLOSE

Crédit I.

le Asici

(r:

Tit.

. . .

15 to .

Deficient to the

which the

e.... –

1....

海海流光

Price -

Nike Inc. and Reebok Square Off

ATLANTA (Bloomberg) — Nike Inc. said it expected basket-ball shoe sales to rise 13 percent in the 1995 financial year to \$500 million, compared with a drop of 23 percent the previous year. But a rival sport-shoe maker, Reebok International Ltd., said it planned to grab about 25 percent of the U.S. basketball shoe market, up from its 16.5 percent share currently. Nike dominates the basketball shoe category with about a 49 percent market share.

Polaroid Sets Out Profitability Plan

CAMBRIDGE, Massachusetts (Bloomberg) — Polaroid Corp. said Friday it would cut 400 to 600 jobs, or 5 percent of its work force, and take a \$40 million to \$60 million restructuring charge in the first quarter as part of an effort to improve profitability. The maker of instant film said it expected a \$20 million loss from operations in the quarter 31 before the restructuring charge. Polaroid said it would save \$25 million to \$35 million a year. The company said it planned to sell \$50 million of real estate in

the United States and would buy back up to \$100 million of its shares, or about 7 percent of Polaroid's market value. Polaroid shares closed down 12.5 cents, at \$30.875.

IBM to Quit Building and Blue Suits

ARMONK, New York (Bloomberg) — International Business Machines Corp. said it would sell its headquarters building and shed the buttoned-down corporate image that gave the company its "Big Blue" nickname.

IBM will replace the building that has been its home for 30 years with a facility to be built for about \$70 million on another part of its 450-acre (181-hectare) site north of New York City. The new building could be completed in two years, the company said. IBM said employees could wear whatever they deemed proper.

Strong Appliance Sales Help Maytag

NEWTON, Iowa (DI) — Maytag Corp. on Friday reported fourth-quarter earnings of \$18 million, a slight increase from the same period a year earlier despite one-time costs related to the sale of its Australian business and the devaluation of the Mexican peso. The appliance company said results were strong in all of its divi-

sions. Revenue for the quarter rose 16 percent, to \$862.6 million. For all of 1994, earnings were \$147.9 million, including costs from the sale and a \$20 million tax gain, compared with \$51.3 million in 1993. Full-year revenues rose 13 percent, to \$3.37 billion. Maytag stock closed unchanged, at \$15.125.

US West Plans to Add 1,300 Jobs

DENVER (AP) - U S West Communications Inc. announced

Friday it would hire 1,300 people to serve residential customers to try to resolve a backlog of telephone service problems.

The company also will shuffle workers and make other changes to ensure more representatives are available during the peak weekday hours, a spokesman said. But the moves will not affect US West's long-range restructuring program to cut about 9,000 jobs.

For the Record

Dole Foods Co. fourth-quarter earnings fell 84 percent on continued oversupply of bananas in the Pacific Rim. (Bloomberg) Clark Equipment Co. agreed to buy Club Car Inc., a maker of golf carts and light vehicles, for \$237 million in cash. (Bloomberg) MGM Grand Inc. reported profit of \$14 million in the fourth quarter, up from a loss of \$37 million in 1993.

EMERGING: All but Steadiest Foreign Investors Have Fled East Europe

mies and to provide a more stable investment environment. Median inflation, for instance, for the EBRD's 25 borrower countries stood at 100 percent last year - still far from optimal but a far cry from the 1,000

Market Sales

The key issue is direct investment, and I see no impact from Mexico there," said Alfred Steinherr, chief economist

percent figure two years earlier.

long-term financing arm of the it is certainly not one-tenth as

European Union.

Traditionally, foreign direct
Market size poses a more difinvestment hinges on one of ficult hurdle. With the exceptwo assumptions - that labor tions of Russia and Poland, the costs are low enough to make a region is conspicuously short of country a good base for export- the kind of markets that afford oriented production or that lo-manufacturers economies of cal markets are large and rich scale. Mr. Lubash points out,

rope are one-tenth of what they populations roughly equal to are in the EU," Mr. Steinherr

Industrials

Last Settle Chist

enough to merit tapping into. for instance, that both Hungary
"Labor costs in Eastern Euand the Czech Republic have

that of metropolitan Moscow. But when it comes to measurof the region's economies and the buying power of its citizens, some fault the numbers themselves. Mr. Lago notes that the total gross domestic product of all 25 countries in the region is

only twice Spain's output. What is more, he calls the figures for monthly wages in the region -\$20 in Ukraine, \$85 in Estonia and even \$194 in Poland -- "ridiculously low."

Mr. Lago says such seemingly anomalous figures can be traced back to a single cause - ment mainstream - to becom- pean Union.

grossly undervalued exchange rates. He says that a combination of economic growth in the region, which is expected to exceed that of Western Europe for years to come, and a gradual rise in the real exchange rates of regional currencies adds up to

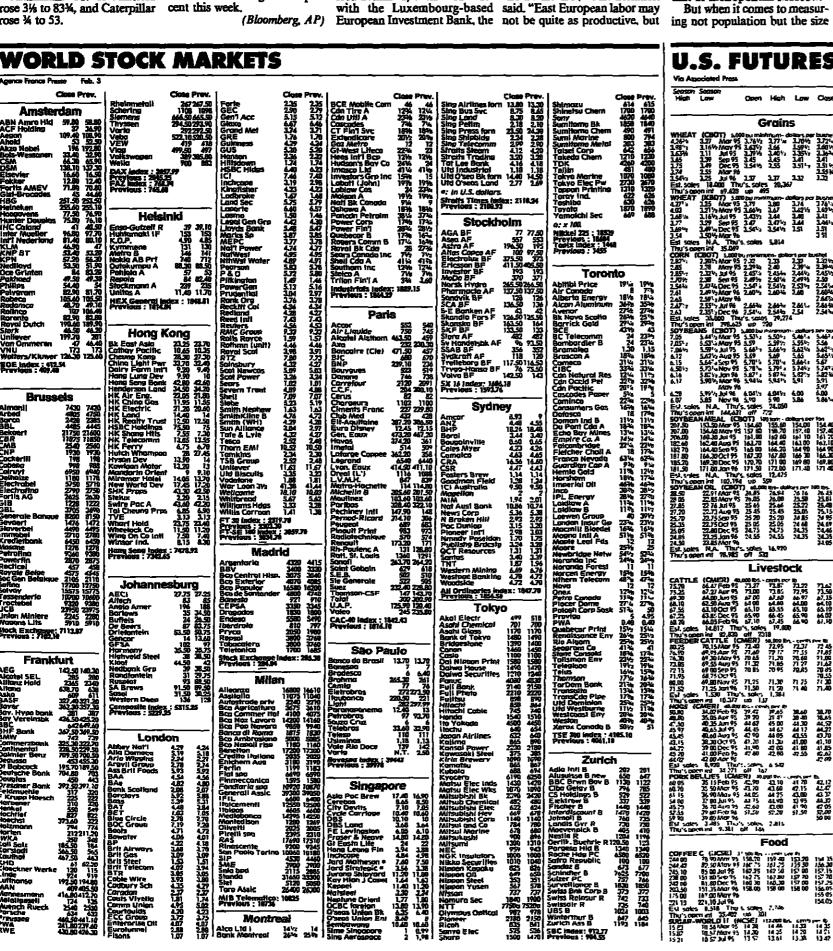
measured economy over the next decade.

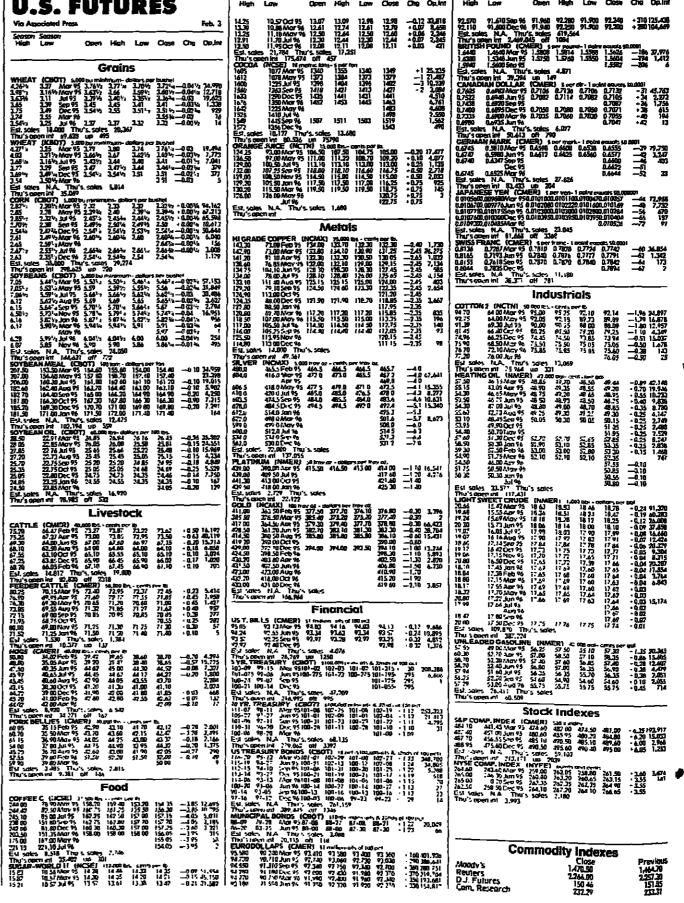
anything from a doubling to a

ing Europe's next Spains and Portugals.

"They have got to become part of the general European investment universe and not red-lined as exotic emerging markets," said Matthew Olex-Szczytowski, managing director for the brokerage firm Schroder

quadrupling of the region's Polska in Warsaw. In terms of trade, that move into the European mainstream While many analysts scoff at is well along the way. Some East such predictions, there remains European nations, such as Poconsiderable optimism that sev- land and the Czech Republic, eral countries in the region are ship 75 percent of their exports well on the way to the invest- to the West, mostly to the Euro-





Crédit Lyonnais Will Accelerate Its Asset Sales

Compiled by Our Staff From Dispatches PARIS — Crèdit Lyonnais said Friday it planned to step up asset sales to try to win a second major rescue package from the government, and a newspaper report said the bank's asset sales could double. The bank, which sold 12 bil-

lion French francs (\$2.3 billion) of assets in 1994 in return for 4.9 billion francs in cash aid from the government, has been negotiating with the French Treasury for several weeks for a fresh bailout to cover losses in-

One official with knowledge of the negotiations between the bank and the government said, "There will obviously be large asset sales in return for an even larger guarantee by the state." The bank's target for 1994 asset sales was 10 billion francs,

and it has set a similar minimum for 1995. The French daily Le Figaro reported that Crédit Lyonnais might have to double the planned asset sales for the two years, to 40 billion francs, as part of a new bailout being dis-

cussed with authorities. The government is expected to reveal a major rescue plan for Credit Lyonnais next month after the bank announces what is expected to be a huge 1994 loss. A financial daily, La Tribune Desfosses, said that one plan under consideration would involve spinning off more than 100 billion francs of loans into a separate unit. The unit would comprise both performing loans and doubtful ones. That would enable the bank to take

bad loans off of its books and thus avoid making damaging loss provisions.

That could reduce the size of the government bailout. The newspaper said that the

plan, by mixing good debt with bad under the separate unit, would prevent people from knowing just how serious the bank's problems had become. In March 1994, the state gave the bank 4.9 billion francs of fresh capital and an 18.4 billion franc guarantee to a special vehicle set up to take 43 billion francs of doubtful debts off the

bank's balance sheet. Crédit Lyonnais agreed at the time to sell 20 billion francs of assets by the end of 1995 and has already sold off about half that amount.

The bank made 17.8 billion francs of provisions against doubtful loans for 1993, con-tributing to a record net loss for a French bank of 6.90 billion

The bank's holdings, all of which could be put up for sale, include a 20 percent stake in Aerospatiale SA, the state-controlled aerospace company, and 20 percent of the state-owned steelmaker Usinor Sacilor SA. Crédit Lyonnais has said it is

prepared to sell retail banking units outside Europe, primarily in South America and Africa. French newspaper reports said the government was eager to come up with a plan that would deflect accusations of wasting taxpayers' money ahead of presidential elections set for this spring.

(Bloomberg, Reuters)

Benetton Battles Rebels Its Ads Anger German Store Owners

By Nathaniel C. Nash New York Times Service

KASSEL, Germany — The windows of Heinz Hartwich's four clothing stores here have blood-red tape blocking out the name of his former supplier, the Italian clothing man-ufacturer, Benetton Group SpA.

At the center of the X's formed by the tape, a sign in German reads: "No more Benetton, because we condemn the scandalous advertising using misery, war, sickness and death." Benetton's advertisements, which have

shown, for example, a man's arm tattooed with the words "HIV Positive," have also prompted protests in France, Italy, Britain and the United States in recent years. A French court has ordered Benetton to pay

\$32,000 in damages to French people infected with the HIV virus for the "HIV positive" ad. The company said it would appeal. The court in Paris said Wednesday the cam-

paign was an abuse of freedom of expression and "a provocative exploitation of suffering" But Benetton's ads have provoked the most conspicuous backlash in Germany recently.

Because of the company's provocative print and billboard advertisements, Mr. Hartwich says, customers have boycotted his store and cost him almost \$600,000 in lost sales in the last year. That is why, he said, he refused to pay for an equal amount of merchandise from Benetton and tried to sever relations with the company.

"If I continued selling Benetton clothes, I would go bankrupt," said Mr. Hartwich, who has been sued by the clothes maker for not paying his bills.

Mr. Hartwich was one of about 70 German Benetton licensees who met in January in Mainz to discuss what to do about a drop of more than 30 percent in sales at almost 150 Benetton outlets licensed among them. They blamed public protests over Benetton's advertisements for the decline.

The company's advertisements, which are produced in-house, have in recent years included pictures showing a war cemetery, an oil-soaked seabird, a dying AIDS patient, child labor in South America and, most recently, the bloody uniform of a Croatian

soldier. Some of the ads have appeared in Europe but not the United States.

Some other Benetton store owners from Italy, Spain, France and Sweden also attended the meeting of the "rebels," as members of the group called themselves.

"It is using human tragedy and suffering to sell clothes; I think that's totally cynical and without feeling," said Ulfert Engels, a Kassel

"If I continued selling Benetton clothes, I would go bankrupt."

Heinz Bartwich, Benetton licensee

lawyer who is defending Mr. Hartwich against the lawsuit by Benetton. "If you are against child labor, poverty, war, fine, take out all the ads you want. But don't put your company logo on it."

Mr. Engels now represents more than 50 Benetton retailers in Europe, most of them German, and said he was getting about two new clients a day. He said some of his clients had received death threats or had their store windows smashed with rocks.

"Mr. Engels is trying to generate a trial by media," said Maria Galante, a spokeswoman for Benetton. She said other Benetton store owners in Germany were complaining that the bad publicity was hurting their sales.

Benetton officials at the company's headquarters in Treviso, Italy, contend that the retail uprising in Germany was provoked by the store owners' own financial problems and mismanagement, not by Benetton's advertisements. Sales have not fallen as far as the licensees report, the company said, but have actually risen when measured in terms of numbers of clothing items bought.

For Benetion, the protests and prospect of a long court battle come as the company's profit has been damped by price-cutting and recession on the Continent. Germany, its largest European market, had about 600 shops as recently as three years ago. There are now about 500, according to the dissident owners.

Dalgety Buys Line Of Pet Food In Europe

حكدًا من الملاحيل

LONDON — Dalgety PLC said Friday it had bought the European pet-foods business of Quaker Oats Co. for £442 million (\$700 million).

Chairman Maurice Warren said the move had boosted Dalgety's share of the European per-food market to at least 27 percent, trailing Mars Inc.'s 40 percent. Dalgety is getting key brands, including Felix cat foods and Fido dog foods, to add to its Spillers line, which includes Arthur's Choice Chunks for cats and Prime for dogs.

The company said it would fund £186 million of the purchase through a 1-for-4 rights issue of new shares at 335 pence each. It also plans to sell Golden Wonder, which makes snack foods, and Homepride Foods, which specializes in cooking sauces, for £300 million.

Dalgety outbid Nestle SA. The Swiss maker of Friskies pet foods has 6 percent of the Euro-pean market, which is twice the size of its baby-food market.

Dalgety's chief executive, Richard Clothier, called the purchase "a very good deal for Dalgety, achieved at less than one times annual sales," which came to £518 million in 1994.

The European credit-rating agency IBCA said it had placed Dalgety's long-term debt rating of 'A' on rating watch "with negative implications" because of concern about its rising debt. Dalgety's stock closed up 23 pence, at 419.

(AP, Reuters, Bloomberg)

Investor's Europe FISE 100 Index CAC 40 2106----1900 S ON D J F 2000 S ON D J F Friday Exchange $\mathcal{F}_{\mathcal{C}}$ Index saterdam AEX .+0.77 412.54 409.40 7,10230 40,17 Brutisels Stock index Frankfurt: DAX 2,657,987 2,085,25 Frankfurt FAZ 768.74 765.65 46.41 Helelnid HEX 1,848.81 1,814.84 +1.87 London, Frankrie Nyses 30 2,919.70 2,988.30 +0.71 Madrid: General India: 285.38 284.04 40.47 Peris DAC 40 1,842-40 1,816-10 1,45 Stockholm DA 36 1,586-18 1,582-25 +8.78 Verito AT Stocky 2 868.88 375-44 0.73

Very briefly:

 Daimler-Benz Aerospace AG is expected to announce Thursday a venture with Aviapribor, Russia's biggest avionics company. • Mercedes-Benz AG said it was planning a 720 million Deutsche mark (\$474 million) joint venture with Ulyanovsky Avtomobilny

Zavod, a Russian vehicle maker, to build transport vans. Union des Assurances de Paris reaffirmed that 1994 profit would be higher than 1993's and that second-half provisions would be much higher than in the first half to cover property investments

made by its affiliate Banque Worms. • Alusaisse-Lonza Holding AG said 1994 net profit more than doubled, to more than 200 million Swiss francs (\$156 million),

helped by the purchase of the Canadian packaging company Lawson Mardon Group Ltd. Rhône-Poulenc SA is expected to announce 1994 net profit of as much as 1.5 billion French francs (\$285 million), up from 1993,

and a 10 percent rise in sales because of improved operations and cost-cutting, a source close to the French chemical company said. • Air Inter, the French airline, posted a 1994 profit, its first in four years, of 21 million francs, reversing a loss of 185 million francs in 1993.

Bloomberg, AFX, Reuers, AFP Bloomberg, AFX, Resters, AFP

Friday's Closing
Tables include the nationwide prices up to
the closing on Wall Street and do not reflect
ate trades elsewhere. Via The Associated Press

THE ELECTION

_ us- Os-

The Control of the Control

——13 israeler — Sciroder

갢

Continued on Page 10

German Tax Officials Search Investment Firm

MUNICH - Prosecutors said Friday that tax officials had conducted a nation-wide search of offices of H.C.M. Hypo Capital Management Investmentgesellschaft mbH, the asset-management unit of Bayerische Hypotheken- & Wechsel-Bank

place on Thursday, but rejected allegations that it had run accounts with fictitious names and that clients were evading taxes simply by investing money abroad.

Dieter Emrich, chief state prosecutor in Munich, said much material had been confiscated during the searches.

Sources close to H.C.M. said some ar-

immediately confirmed by either the bank or the prosecutor's office. H.C.M. said the raid had targeted un-

named persons suspected of tax evasion solely because of cash transfers abroad. "Apparently all those who invest money abroad are considered to be evading tax-

AG, a major Bavarian bank. Sources close to H.C.M. said some ares," the bank said, adding that there were the H.C.M. confirmed the raids, which took rests had been made, but this was not other reasons for investing money abroad. es," the bank said, adding that there were

Herald Tribune Cribune

LIVING IN THE U.S.? NOW PRINTED IN **NEW YORK** FOR SAME DAY

DELIVERY IN KEY CITIES TO SUBSCRIBE, CALL

1-800-882 2884 (IN NEW YORK, CALL 212-752-3890)

INDOSUEZ HIGH YIELD BOND FUND Société d'Investissement à Capital Variable Registered Office: 39, Allée Scheffer

L-2520 Luxembourg R.C. Inxembourg B: 43.962

<u>NOTICE TO THE SHAREHOLDERS</u>

is to inform the Shareholders of the INDOSUEZ HIGH YTELD BOND FUND Sleav that the Board of Directors' Meeting held on January 30, 1995, has decided to pay an interim dividend of USD 4 per share to the holders of Distribution Shares.

The shares will go ex-dividend on February 8, 1995, and the payment of the dividend will be carried out on February 15, 1995.

The Board of Directors

CURRENCY AND CAPITAL MARKET SERVICES

SFA & IPE

SABEX

FUTURES LIMITED

24 Hour margin based foreign exchange dealing Fast competitive rates with a personalised service

Catering only to professional investors, Fund managers and institutions, for their speculative & hedging needs Up to date market information and technical analysis * Full futures brokerage in all major markets

33 Cavendish Square London W1 Reuters Dealing: SABX. Reuters Monitor: SABY/Z (+ Daily fax) Tel.: (071) 412 0001 Fax: (071) 412 0003 Please call for further information

FIRST EUROPEAN INVESTMENT CORPORATION LTD.

GLOBAL MARKET COVERAGE FUTURES + OPTIONS BROKERS COMPETITIVE RATES



Keystone 800-967-4879 312-207-0117



SECURITIES AND FUTURES LIMITED Series House, 125 Plashery Parenent, London EC2A 199 深電 Tel: (44) 171 417 9700 Fax: (44) 171 417 9705 UTURES & OPTIONS EXECUTION ONLY

ndividually managed accounts run by professional 1995 projected profits 30% based on past 5 years over half a century of experienspectus TEL.: 1809 494 5810 FAX: 1809 494 5216 MARLBOROUGH ASSET MANAGEMENT LIMITED

♥Signal Realtime! USA♥

O Stock & Futures Quotes that CONNECT to 100+ applications O
O Now in Europe O 65,000 QUOTES from just \$3 day! O
Call NOW for YOUR free Signal Investment Software Guide & price list O ☎ Call London 44 + (0) 171 231 3556 ☎

36% PER ANNUM – FIXED GROUP

BANK GUARANTEED CAPITAL AND INTEREST 3% PER MONTH GUARANTEED AND TAX FRE PER US\$ 10 MILLION DEPOSITED FOR INVESTMENT FOR ONE YEAR FOR FURTHER DETAILS FAX: France (33) 93 87 01 64

For furtber details on bow to place your listing contact: WILL NICHOLSON in London Tel.: (44) 71 836 48 02 Fax: (44) 71 240 2254 Herald Eribune

THE NEWSPAPER OF RECORD FOR THE INTERNATIONAL MUTUAL FUND INDUSTRY

Listings - Daily ★ Money Report - Weekly ★ Fund Performance Focus - Monthly

REACHING PERSONAL INVESTORS IN OVER 180 COUNTRIES

ANALYS ESSECTIONS OF THE SECTION OF

AND THE PROPERTY OF THE PROPER

活躍をおい

. 12

福德 法坚强

豫出温光 设设

THE STATE OF THE PARTY OF THE P

AND THE PROPERTY OF THE PROPETTY OF THE PROPERTY OF THE PROPERTY OF THE PROPETTY OF THE PROPET

THE TAX OF THE PROPERTY OF THE

Mary State of the state of the

See todassasse is asses in a less in a les in a les

THE STATE OF STREET A STREET, AS A STREET AND STREET AS A STREET, STRE

Courte or or streets in secretarists and the second second

The second control of the second control of

1:76 1:76 434 12 84 .18

MATTER MATTER TO A MATTER MATTER STITLE STITLE STATE AND THE STATE AND T

STATE CASE CASES SECTION

THE STATE OF THE PARTY OF THE P

Torrend in the first of the fir

陶器 THE STATE STATE AND SECRETARY AND SECRETARY OF STATE S

THE MALE AND THE PROPERTY OF T CEPTIFICATION TO THE PROPERTY OF THE PARTY O Room of the line is the later of the relation of the later of the late EN SEN PORTER OF SENES OF SENES SENES OF SENES OF SENES SENES OF S

19 SECULATION OF SECURATION OF SECULATION OF SECULATION OF SECULATION OF SECURATION OF SE 73 THE PARTY OF THE P THE PARTY OF THE P THE PARTY OF THE PARTY OF THE PROPERTY OF THE PARTY OF TH

Secretary for a sea THE PROPERTY OF THE PROPERTY O TOTAL CONTROLL IN THE PARTY OF

1 14 25 1.72 And House the state of the stat 盛然 13 THE PARTY NAMED IN COLUMN TWO IS NOT THE PARTY N in jariga santa kan da kan San da kan da San da kan d

THE REPORT OF THE PROPERTY OF THE RESERVE THE PARTY OF

100 Per

13.00

Secondary.

THE STANDARD CONTROL OF THE STANDARD OF THE ST

7940 P. 10 P

ا بي الموريديونية ينام يتهامي يل ي با يايان 2 100

THE STATE OF THE PROPERTY OF T AND THE TOTAL OF THE TANK THE TOTAL TOTAL TOTAL TO THE TOTAL THE TOTAL T THE REPORT OF THE PERSON OF TH

清冽 MTCRUSTOL 127 EXHIBITIONS
AUCTION SALES
COLLECTOR S
GUIDES
IN SATUPDAY S
HERALL TO SHE

Table 1

Attention visites from the U.

Manager St.



ATT THE STOR

فرنون والمراب

. = -- -

ما" پند ده ده ده ده ما پاد د

Taiwan to Allow A 12% Foreign Stake in Shares

TAIPEI — Taiwan an-nounced Friday it would expand foreign investment in the local stock market by permit-ting foreigners to hold as much as 12 percent of the market's capitalization.

Committee Commit

The 12 percent rule will replace two existing limits: a ceiling of \$7.5 billion on direct foreign investment and a \$2.5 billion ceiling for money raised by local securities investment tral bank.

A \$3 billion limit on funds raised by local firms through convertible bonds and global depositary receipts will remain in place, the central bank said.

The 12 percent limit also stipulates that combined foreign investment in any one listed company cannot exceed 12 percent, up from a current 10 percent.

"Right now there are very few companies in which foreign investment is near the 10 percent limit," Nathan Emerson, head dealer at HG Asia Securities Taiwan, said.

The central bank said the change would mean foreign investment could rise to \$29.75

billion, based on values at the end of 1994, from \$8.86 billion approved at that time.

Analysts said the news would probably lift stock prices Saturday, when the stock market rens after a one-week recess to celebrate the Chinese New

"Liberalization and internationalization is a trend; we will not block it," said Liang Kuo-shu, governor of Taiwan's cen-

"But Mexico's experience teaches us that the central bank's opening must be cautious," Mr. Liang added, noting that the rules protect against the kind of capital outflows that have destabilized other economies.

Individual foreigners are still banned from buying Taiwan stocks directly. Overseas investment is limited to approved institutions, such as insurance companies and pension funds, and mutual funds managed and sold by Taiwan companies.

Foreign financial institutions have been allowed to trade Taiwan stocks directly since 1991.

(Bloomberg, Reuters, AFP)

(AP, Bloomberg, AFP)

Firms in China Seek Local Talent **Shortage of Managers Impedes Foreign Companies**

SHANGHAI - Sales in China for Motorola Inc., the big U.S. consumerelectronics and semiconductor concern, have rocketed to 10 percent of its global sales in just four years. But the company has hit a bottleneck - management.

Motorola is not, however, the only foreign multinational facing this problem. Analysts say the shortage of welltrained local managers may be the greatest hurdle facing large international companies in China.

"Managers have become, if not the most important problem, then certainly one of them," said Jan Borgonjon, director of the China-Europe Management Institute, a Shanghai-based, European Union-funded body charged with furthering business cooperation between China and the EU.

"Applied knowledge is missing across the board," said David Hendrickson, who heads Motorola University in Beijing, a branch of the company's global in-house training program that opened last year.

Mr. Hendrickson's courses range from the study of social graces to the arcana of software engineering. His students are recruited by Motorola from Chinese col-

"The investment is very, very substantial," Mr. Hendrickson said. "We're pouring it in because we believe in it. Our goal is localization of management." In addition, Motorola will pick 60 of its own employees each year and send

them all over Asia and to the United States for on-the-job training. That program costs around \$1 million a year.

Unilever Group, the Anglo-Dutch consumer-products giant, has 80 expatri-ates in China, half its total in the Asia/Pacific region. The employees rep-

The shortage of welltrained local managers may be the greatest burdle facing foreign multinational companies in China.

resent a massive cost, as Chinese cities are among the most expensive in the world for housing and schooling.

Indeed, the arrival over the past few years of some of the world's largest multinationals - many of which are making huge, long-term investments - is what has brought China's management crisis into focus.

Motorola plans to pump \$1 billion into operations in China over the next five to 10 years. Unilever has invested about \$100 million and plans to add another \$100 million each year until the end of the decade. Ford Motor Co. wants to build a \$1 billion car plant.

NEC and Cable & Wireless Set Alliance

And since Chinese state enterprises undergoing privatization are also in need of skilled, modern managers, these professionals are suddenly in hot demand. China's several dozen universities that

حكدًا من الملاحل

have offered master of business administration degrees since 1991 are apparently not much help. Critics say their courses are too theoretical and parochial. Another U.S. firm, the accounting gi-ant Price Waterhouse, has increased its

staff in China from 15 at the start of 1993 to 271 currently and is constantly recruiting. It recently opened a \$600,000 training center in Shanghai. "We want to recruit the brightest and

best," said Jean Hydleman, an executive in Price Waterhouse's Hong Kong office. "But demand is far outstripping supply."

Even companies with a lengthy track record in China, such as the U.S. airconditioner maker Carrier Corp., face the same problems. Like other multinationals, Carrier expands by buying into state enterprises, which brings on board a whole new set of management headaches.

Carrier has just established a program to sponsor two Chinese doctoral candidates at a Shanghai college who will eventually be brought into the company as managers after training at company headquarters.

"We figured the best way to fulfil our need," said Walter Ruschmeyer, the company's U.S.-based controller, "was to do it ourselves."

Investor's Asia Singapore Straits Times. Tokyo . Hong Kong Nikkei 225 Hang Seng 100004 2400 20000 2308 9000 **2200** 8000 1908 S O N D J F 6000 SON DJE Exchange 7,478.92 7,342.65 +1.86 Hong Kong Hang Seng 2,118.24 2,100.93 +0.44 Singapore Straits Times 1,847.70 1,856.50 ... -0.47 Sydney All Ordinaries 18,538.97 18,604.80 -0.35 Tokyo Nikkei 225 Kuala Lumpur Composite 927.26 883.29 1,278.07 1,241.53 42.94 Stangkok 943.55 0.29 Secut 940 64 6,307,85 -**Taipei** Weighted Price Closed Manila PSE. 2,510.99 2,457.79 Stock Index 445.38 440.50 ,41,11 1,977.57 1,968.68 +0.49 New Zealand N2SE-40 1,759.21. 1,736.38 +1.91 Bombay National Index

Very briefly:

 Seven Network Ltd., an Australian TV broadcaster, said halfyear profit rose 29 percent, to 78.09 million Australian dollars (\$59 million). The company has bought 80 percent of Waverly International Ltd. of Hong Kong and plans to expand into China.

• Australia will review its trade ties with the United States in the aftermath of the controversy over subsidized U.S. dairy exports.

 Nissan Motor Co. expects to post a loss because of the Mexican currency crisis but denied a report that the crisis as well as troubles at a Spanish subsidiary would cause its loss to double.

 Toyota Motor Corp. is sending its president, Tatsuro Toyoda, to China to bid for a joint-venture project with Shanghai Automobile Industry General Corp. to produce car engines. The company is also reported to be looking for a partner in India.

• Jardine Matheson Holdings Ltd. is to sell its 50 percent interest in United Merchants Finance Ltd. to its partner, General Electric Capital Corp., for \$140 million.

• Indonesia's central bank raised interest rates a quarter of a percentage point to try to limit capital flight.

 Moody's Investors Service Inc. warned Thailand's banks that rapid lending growth in recent years had put them at risk of loan defaults should the economy falter.

 Hong Kong interest rates rose half a percentage point in step with U.S. rates. Overnight rates were fixed at 4.25 percent.

 South Korea's trade deficit narrowed to \$1.12 billion in January. a drop of \$331 million from a year earlier, amid strong exports of semiconductors and petrochemicals.

 Samsung Electronics Co. is to begin mass production of a second generation of 64-megabit dynamic random access memory chips in the second half of this year. • Philippine Airlines Inc. suffered a financial blow when the

government ruled that the carrier could not provide ground handling and catering services to foreign carriers. AFP, AP, Reaers

HEALTH/MEDICAL

FALKE HEALTH DETECTIVE AGENCY PROBLEMS WITH YOUR HEALTH? Do not be discouraged! We specialise in serious divesses for

Singapore Curbs Credit

SINGAPORE — The central monetary authority, concerned by a surge in consumer borrowing last year, announced measures Friday to tighten access to retail credit. Beginning Monday, banks and finance companies will be prohibited from granting unsecured loans to individuals with annual incomes of less than 30,000 Singapore dollars (\$20,668), up from the previous limit of 24,000 dollars. Such loans cannot exceed two months of the borrower's salary.

The new rules also require that car loans be repaid in seven years or less and not exceed 70 percent of the car's price, including the cost of licensing. Until now, loans covering 90 percent of a car's value had been allowed.

central bank, said it had acted after seeing a 47 percent increase percent increase in total bank lending over the same period. The authority said it was concerned that financial institutions would place too much emphasis on lending to individ-

ship with Cable & Wireless PLC of Britain in the global telecommunications business.

The Monetary Authority of Singapore, the equivalent of the

in consumer lending by banks in 1994, compared with a 16 uals, "affecting the soundness of the financial system," and that easy credit terms "could also lead to individuals borrow-

BE MY

VALENTINE

This year, don't forget your

By placing your ad in our

Valentine's Day Messages as 14th February, you could even win a prize.

Tel: Poris (33-1) 46 37 93 85 Feat: Poris (33-1) 46 37 93 70

Or contact your local \$1T office or representative.

BRICHA. The finest hand-made su Largest selection in Switzerland WEINBERG the leading men's stor Baherlafstr. 13, Zurich 01-211 29 50.

ERLING low? — howing problems SOS HELP crisis-line in English, 3 p.m. 11 p.m., Tel: Poris (1) 47 23 80 80.

11 D.A. 18: FORS (1) 4/ 25 80 80.

1995 RYDER CUP PACKAGES Accommodations/licides PO Box 731, Forport NY 1450 Fors 716-793-309.

ALCOHOLICS ANONYMOUS English Stacking meetings doly. Tel: PAIS (1) 46 38 59 65, KOME 679 66 00.

MOVING

MINTERDEAN

FOR A PREE ESTIMATE CALL

TOKYO - NEC Corp. said Friday it had formed a partner-

The two companies said they had signed a "corporate relationship agreement" under which C&W would disclose information on future telecommunications projects to the Japanese electronics company, while NEC would show its technology to C&W.

The two have already started talks on cooperation in satellite communications systems and plan to discuss telephone ex-

ering cooperating in the mobilephone business in Asia.

"The agreement is not aimed at simply supplying our equip-ment to C&W," an NEC spokesman said, adding, "We hope to share future visions in the telecommunications business."

A spokesman for C&W Japan Communications Services Ltd. said, "Because C&W does not own hardware production divisions, speedy exchanges of technological information with NEC will help us greatly." Analysts said C&W's strong

in China's emerging telecomchange systems in March, offi-munications industry. C&W Separately, NEC said it cials said. They are also consid-owns 57.5 percent of Hong planned to expand its output of

Kong's biggest communications computer chips and driver-intecompany, Hong Kong Telecom. grated circuits. A spokesman said the com-NEC, which has a telecom-

munications equipment plant in China, makes products rang-ing from switchboards to satellite stations and has expertise in laying fiber-optic cables. Meanwhile, analysts said, the

link with NEC will help C&W launch a Japanese-developed mobile phone technology called the personal handy phone system in Hong Kong and China. The tie-up will help C&W's

wireless phone strategy in China," said Kiyohisa Ota, analyst presence in Hong Kong and na," said Kiyohisa Ota, analyst at Nomura Research Institute.

EMPLOYMENT

EXECUTIVE POSITIONS AVAILABLE

Separately, NEC said it

from 3 million units to 5 million units a month toward the middle of the year.

The company also said it had begun making lithium-ion bat-

pany would be making 7 mil-lion 16-megabit dynamic ran-

dom access memory chips each

month by December, up from

the current 3 million. Produc-

tion of a similar four-megabit

chips will rise to 13 million a

month from 12 million, he said.

duction of driver integrated cir-

cuits used in thin-film transistor

liquid crystal display panels

NEC also plans to boost pro-

INTERNATIONAL CLASSIFIED

GOING ONCE. TWICE, SOLDIII

ing beyond their means."

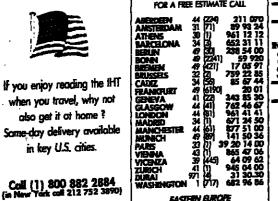
INTERNATIONAL **EXHIBITIONS AUCTION SALES'** COLLECTOR'S **GUIDES** IN SATURDAY'S

INTERNATIONAL HERALD TRIBUNE TODAY PAGE 6

PERSONALS

THANK YOU SAINT JUDE and Socred Heart of Jesus for lavour and Socred Her granted, S.M. ANNOUNCEMENTS

Attention visitors from the U.S.!



Call (1) 800 882 2884 (in New York call 212 752 3890) Herald Eribune

MISSING PERSONS?

In A Loved Cine Missing?

Whether lost near home or ocross the world, we may be able to help as we are in the process of establishing or dobal search network. No cost to you clobal search nativatic. No cast to your Tell as your story.

Dutaneo International Box: DA-102.

International Herold Tribure 850 Thrd Ave., N.Y., N.Y. 10022, USA.



ZURICH DUBAI WASHENGTON

NANNIES AND DOMESTICS

MONROE **NANNIES** INTERNATIONAL the premier landon Agency for British staff NANNES
NURSET NURSES
GOVERNESSES
short or long term contracts.
For led doors of his serves planes and
Mrs. ANGELA CREENE
Lat. 27. 400 (862) For Q11-679 at 65
Millionson News Newbork Will
UK Learner No. 579629

POSITIONS WANTED DOMESTIC SOUTHONS AGRACY
The specialists for Bullen, Chariffers,
Comparison, Cook Housekeepers,
Couples & Security Stell Lie UK SEENS
Tel(44) 71 589 3365 For(44) 71 589 4765

NANNES INCORPORATED Specialist opency for experienced British/frish natures & bolov nurses. Worldwide placements. Tel: 44 71 437 1312 Fox 44 71 437 1226. Offices - London - Bone - Remark. A 71 A97 LOS CHARLES AND PERMANENT NANNY AGENCY has experienced Bright Normins and Boby Nurse for settle-restricted place. 2 Continued Place. London, SW7 2E Tels UK 71-225-1255 Fax UK 71-389-4966. Lic. UK SESS10. First UK 71-583-7966. Lie. UK sectories.

GERMAN LADY. 19, suphistoried, seeks victoricy in well off family from high as on ou poir. Cities prefer NY, Wesh, LA Son Francaco, Sydney, Martineal, Cope Town. Reply to Cloudia Stoeth, Fox. 49-74/23-1689.

AMERICA'S TOP NOTCH Professional Domesic Couple, over 20 years expenses. European background & from reg. seek hine-in position in a highly formal household. Will relacable. Reply: PO 8 to 7951. NYC, NY 10150 USA.

FENCH WOMAN, FORTIES graduate. FIENCH WOMAN, FORTIES groducte seeks job looking other chicken and/or french cooking. Mrs. TAYERNE, 16 Part de la Ride F.76130 MCNT ST AKRIAN, Tel. (20) 35 76 60 35.

HOMESHIP. Secoli & medium moves, baggape, cars worldwide. Call Charle Pars (1) 42 81 18 81 (near Opera). **OPPORTUNITIES** OFFSHORE BANK Class A unrestricted books to tox free venue with offshore codministrative services. US \$35,000. Imited number ovalidate, immediate transfer. Coll Conado (804) 942-3159 or Fax (804) 942-3179 or London 671 394 5157 or Fax (97) 231 9728

CABOUCHON independent distributor N° 1 Franch executive club, Construce GEUINS, invites oil distributors of pin her highly successful team an exacting influence of costume piwellery. Cell Paris: + (33-1) 48 73 18 93.

2nd FRAVE. DOCUMENTS. Driving I-ceross. GM, 2 Perklanus, Vousingment, Athens 1667, Greece. Fox 8962/52 DUAL NATIONALITY/TEAVEL documents, 90 days. Central/South America Fox + 361-131-3/67 for quick services TELECOM

INT'S. TELECOMMUNICATIONS CO. offering discounts for main European countries towards European countries and the rest of the world. Seek opeas worldwide, Faz: (33) 93 71 44 65.

Save on International

Sove 20% and wore compared to local phone companies. Call from house, office, careven hotels land avoid sucharges! Check our rates for any country and see how you can start saving today. Call us now and we'll

call you right back! Tel 1-206-284-8600 Fax 1-206-282-6666 Lines open 24 hours. Agents inquiries welcome!

∰kallback 419 Second Avenue West Second, WA 98119 USA

BUSINESS TRAVEL

1st/Bodiness Cleas Frequent Trovellers Worldwide. Up to 50% off. No cop-poss, no restrictions. Imperial Consular Tel: 514341-7207 Fax 514-341-7998. E-Mail ≈1TS@MUSICA.MCGRILCA

SECURITY AND SURVEILLANCE PRIVATE DETECTIVES Ex New Scotland Yard. London office Tel Tony Bich (44) 71 792 6262 Fox (44) 71 792 8565 CAPITAL WANTED

LARGE INTERNATIONAL SEEKS
RAPES
and
PARTHEISHEPS
with
BANKS, FRANCIAL INSTITUTIONS
INSTITUTIONS INSTITUTIONS and
ANY INSTITUTIONAL INVESTORS

Focuse the laternational

CAPITAL AVAILABLE

International FINANCINGS

AND CREDITS

FUNDS AVAILABLE
FOR
ALL BUSINESS PROJECTS
OR AGAINST

BANK GLIARANTES OR OTHER ACCEPTABLE COLLATERAL

INTERNATIONAL LEASING

FOR FINANCING OF PURCHASE OF HEAVY INDUSTRIAL EQUIPMENT

Stoker's commission georgeteed

FOR ANY INFORMATION

M.LP.K.R. & Co FINANCIAL INSTITUTION Brossals - BELGILIM Fox 32-2-534 02 77 or 32-2-538 47 91 TELEX: 2027

Real Estate and Industrial Projects of its oberts ose caldress detailed prepor with references to: Box 3801 International Herald Tribune 92521 Neutly Cedex France LEGAL 2ND TRAVEL DOCUMENT.
Diplomotic appointments, Borking.
circe Promotions, PO Box 30, CH-634
Box/Zug, Switz, Fux +414232342

OFFSHORE COMPANIES LTD, INC. Banks, Insurance, New - Yorks sharing in Mediterranean. Information Faculty Companies - 9408136837 - 940813691 COMPANIES - 5-6 OFFSHORE COMPANSES. For fire brochure or advice Tel: London 44 81 741 1224 Fax: 44 81 748 6558

BUSINESS SERVICES

Phone Calls

FUNDING PROBLEMS?

BROKES NOT REQUIRED

\$2,000,000,000,000

In Fracto Offshore Funds
\$80,000,000,000,000

In Capitol Resource
Actively smaking New Projectal
Funding Stages from start-up
In special shaukanal

100% NO COMPETITORS

250 Key data, Fas-Phone-Address
Noses (1) Books ar \$3,3 FD-WordsDCertified by Bank Lawyers.

DCC Subbannit RJ. Son 19, 28-28/1

Ban 12, 10500 Banglah, Tankanal
Fact for reservedien &6 2 28587367

TTALY EXTRAORDINARY PANORAMA near Pengia, 13 hectors with large catage, needing restorcies, lovachie 300,000,000 Linz, Offers accepted to quot sole. Tel: 39 743 44186

REAL ESTATE

FOR SALE

LAKE GENEYA & MOUNTAIN RESORTS Sole to furniquers certiferined, cer specially since 1975 select PROPERIES & CHALES in MONTREUX, VILLARS, GSTAAD, US DIABLESTS, VERNER, CRANS-MONTAMA, et. 1 to 5 bedracess, Sir. 200,000 to 3.5 min. REVAC S.A. S2, Monthrilland, CH-1211 Genera 2 fel 4122-734 15 40. Fox 734 12 20

TO RENT/SHARE PARIS AREA FURNISHED

PAKIS
74 CHAMPS ELYSES
"CLARINGE"
High dost, rendy to use flots
intyl equipped and furnished.
for Rendy by the day, week or more.
Tel: 1-44.13.23.33. Fox 1-42.25.04.88

PARIS 16th, PASSY. Elegant oportions, professionally decorated, master and second bedroom, spacious dising and lounge acre, wide integlace, large bedroom, aquipped likithen, hastelli furniture for sale. A quet immediate retreat. Tel: (12 58 55 32 87) Retreat. Tel: (11 42 58 55 32

BOULDGNE, BEAUTIFUE 2 BOOMS, 59 sp.m., modern building, Repointed. Open view. Large bulcony. Parlang, F6,000 net. 69 months. Tree now. Tel: 146 40 77 32 or frax 1-42 24 88 55.

MONTPARNASSE exchange free private room 8 hoord, some cooling 8 arganizing. American seeks lady, 275, inexperienced OK os "House Mather Travel possible. Tel: 1-45 38 56 60. PARIS AREA UNFURNISHED 5th, JUSSEU, 2 operaments: 145 sp.m. triplex & 32 sp.m. deplex, equipped latchers, wasters. Old American turn-ture. on countyard. Fax: 1-4354 3554

MEMORIALS OVERSEAS is recuting a CVTR. OR SENEZAL ENGINEER. Engish mother tongue, with good working browledge of French, to work with 6 Exception to the senemence or related fields. Requires working papers for Europe. Must supervise a small steff in occomplishing oil capacits of missificance and engineering. Frequent troval required. Competitive solary and benefits package.

Reply Box 3834, LHLT 92521 Nacilly Caster, Frence. AUTOMOBILES

1994 FORD MUSTANG CONVEXT-BLE. Red with white top. Idle new. Anhibot brokes, sereo tope, electric windows, surrors, doors, sects, olympicum wheels, oir bogs, remote security system etc. Oregon registration voide 2 years. \$21,900. Tel/Trox; +41.91-684 007 anytime

1992 PLYMOUTH 4-Wheel Drive Van Grand Voyages LE with electric windows, doors, sects & windows + many other extract. Its months U.S. registrolien. Idle new. \$15,995. Tel/Frox +41.91-684 007 anytime

US, Africa. Regular Ro-Ro saling. Free hatel, TI 32/3/23|-4239 Fx 232-6353 **AUTOS TAX FREE** TRANSCO BELGIUM

AUTO SHIPPING

SAVE ON CAR SHIPPING. AMESCO,

The largest car export company in Europe for the past 20 years.
All motes and models.
Export sales-registration.
Shipping - insurance
European, African & U.S. specs. Tronsco, 51 Yosse-schänstr., 2030 Antwerp, Belgium. Tet: 03/542:62:40, tox 03/542:58:97, telex: 35:207 Trons B.

ATK WORLDWIDE TAX FIRE CARS. Export + shipping + registration of new 8, used cars, ATK NV, Terrinddet 40, 2930 Brousthoot, Belgiam, Phose 3, 6457002, Teles: 31535; Fax: [3] 645709. ATK, since 1959.

EIRO + U.S.A. SPECIFICATIONS

EAC Geners Deynootwag 1130A, 2586 BX The Hopes, Holland, Tel: 3170.2559245 Fx 3200524 Tx 33230

DIVORCE IN 1 DAY. No Iravel. Write: Box 377, Sudbary, MA 01776 USA. Tel: 508/443-8387, Fox: 508/443-0183.

which conventional medical treatment his no prover. We offer you highly the receive special medical therapies and amounting research on the causes of finesses. Do tell us about your liness (needed confidentiality is guaranteed) and inform us how high a secretical fine we may use for your re-OCEANWIDE MOTORS
Since 1972 brokers for Mercedes, BMW,
Possche, GM & Ford. Worthwele
delivery, registration & shapmens
OCM - GELMANY
Tarsteegants 8, D-4074 Duesseldorf
Tek (D) 211 - 434646, For: 4542120 LEGAL SERVICES

new TAX-FREE used
ALL LEADING MAKES
Some day registration posible
renewable up to 5 years
We also register cars with
[expired] foreign (tax-free) plates

ICZKOVITS

Tel: 01/202 76 10. Teles. 815915. Fox: 01/202 76 30

U.S. Immigration—DV-96 Lottery lust announced DV-96 DIVESTY LOTTERY PROGRAM granting "Green Cords" to notives of most countries. TO ASSURE COMPLIANCE ALL MATTES HANDLED BY LICENSED AMBRICAN ATTOR-EY. Application period ends Mortch 1, 1995. To apply, mol name, place of birth and maigradiens to: Edward Patrick Gaflogher, Attorney-of-Low, 3 Bethesda, Maryland 2014 (USA) FAX: 301-983-3439.

EMPORER BILL DAY Not trend Write-

related fee we may use for your recovery!

Write to us or send us a fair
of our caldress in Germany:
Bunger + Bunger
Bremenforwener Strasse 55
28217 Bremen
Federal Republic of Germany
Fox + 49-417-300027

The special treatment will not be given
by Falls itself - therefore any research
by the Desective Agency will be
georanteed independently HEALTH IS YOUR PASSPORT FOR LIFE. Why not try Referochrome. Please cell Geneva + 41-22 797 52 88 or France + 50 68 41 83.

LOW COST FLIGHTS WORLD AVIATION - SCHEDULED RIGHTS, 1st, business, economy of lowest fores, Tel IFT Paris (1) 47046751

UNIVERSITIES EARN UNIVERSITY degrees etikzing work, life & oradesiic expenence. For evoluction & information forward re-sume to: Pocific Southern University, 9581 W. Fico Blvd., Dept. 121, Los Angeles, CA 90035 USA

ARTS

LOOKING FOR ICART, MUCHA Limited editions & old European orif We will find it for you. DLBUC Art Brokers, Holland Fax. + 31.20.6897745

COLLEGES &

VALID COLLEGE DECREES. Licemed. Accresited All Subjects. Home Study. FAX: 319-354-6335 Tel: 319-356-6620 Box 2804, Jown City, IA 52244 USA PEN PALS

A RECONCERS WORLD'S chizon whose interests are politics, history, books, movies, music, philosophy, electric reginarings problems worths to write about these subjects to peniments from all over the world, interested friends please write to: Bostonic Math, Yazo's Sol, Apri No 30, Kei 7 Doire 14, 81110 Bostonic Istonbol, Turkey: Nil Eren

FRIENDSHIPS

. WORLDWIDE EXCLUSIVE MARRIAGE AGENCY ...

EXCLUSIVE IN MUNICH gabriele thiers-bense Fax: +49 - 89 - 6423455 - Tel.: +49 - 89 - 6423451



SOPHISTICATED INTRODUCTION TO THE BEST IN INTERNATIONAL SOCIETY... REPRESENTED IN CHICAGO • SINGAPORE • MELBOURNE AMERICAN "SUPER MANAGER"

...ON AN ASIAN ISLAND - She is 40/5°8" tall, very stender, groceful and extremely learninge. As an elite academic and cosmopolition, accustomed to American, European and Asian culture and life-style, of course specking visit in the fifties, 'provided' with a great sense of human and the ability to several longuages, (without children) she is definitely the perfect WFF and interesting in a locarious estate and wealthy - he seeks the companion to a European/American executive located in the Asian area.

FOR MARRIAGE ONLY! WRITTEN APPLICATIONS ARE REQUESTED. IN FRANCE...

IF YOU ALSO ESTEEM TRADITIONS, ETHICS AND MORAL VALUES WE WILL BE PLEASED TO RECEIVE YOUR APPLICATION. Daily 10-19 hrs. D-81545 München/Germany Harthauser Str. 10-B - For responsible people



/ Does she exist?a blend of soulmate, model & rocket scientist American guy, living in Europe, very good looking, tall and slim with dark hair and dark cyts. A non-smoker/non-drinker! This dynamic, self-made man has a strong character, great sense of humor, is spuritive and adventurous, enjoys diving, sailing, skiing and more. Semi-serious in some things, super-serious in others, but always dependable, honest and responsible. Looking for that very special girl (25-30) who is aggressive, yet ferminine, and isn't alriad of work or adventure. She must be beautiful, slim, bright and impulsive, with spirit and good character. (It's true. I'm looking for mem-perfection!) She must love to travel, see new cities and enjoy the cultures of other people, enjoy good food and candictight. (see equally well in jeans or finery, and have a romantic soul. Truthfully, my buw schedule doesn't allow me time to 'go hunting', and unless't meet someone on an aripfaine, I have few chances! I don't like poing out to smoky places, but I do find time several times a year to go off and do the best things our world has to offer I have a great life, including homes on two continents. But I'm missing the right woman with whom to share life and laughterf I've never done this before, and I'm probably looking for someone who has never answered something like this, so if you are this exceptional girl and see yourself in my vision, please have the courage to answer this time. (You won't be disapppointed) I'd appreciate a couple of recent photos and note with phone number to:

FOR MARBIAGE only. Associate, successful femole French orbit, 35, ready to build a family in joy, respect, dosested exists, ore, towerly, staling, with DSTN/SUSF-ED GFARSHOOD FROM BUILD CHARLES AND STREET MAY 35-40, high ethical & energy standards, warm & generous, basmour velcome, toil & sporthers, trae without children. French or English, willing to establish in SOUTH OF PEANCE only. Full descretion. Wriste to Box 3817, 8-11, 92521 Namily Codes, France.

WILL YOU BE MY VALENTINES? Very profity young Europeon Lody from boased in Louganbourgh, thrites, absort, referred, classy, total, stin, periestly echaculed university degrees, realizingued, well troubled, euchronen, sportking series sesse of husbur is booking for very sincer redotionarily with responsible, mature gerdismon florkes oil. Only very serious regies with picture to flox 3639, LH-IT, 92521 Manifey Cades, France. SUCESSFUE BUSINESSMAN 55, well educated, loves life, increal, mass, stage, the series in the series

SWISS MANAGER now retired planting for East Inviel March-April worsts to meet chrockive single loxly 29-36, non-smoker small, sim, sincera, Borg sports and foreign travel for eventual sports and foreign travel for eventual sports and foreign travel for eventual biodota and reteast shorto to Wenner. In Towerney, CH-1218 Geneva. 10 Tow

EDITH BRIGITTA FAHRENKROG

INTERNATIONAL PARTNERSHIP-AGENCY CERMANY-FRANKFURT/MAIN SAV YES... TO A PARTNERSHIP.

ASSISTANCE IS MY SERVICE. CONFIDENCE IS MY HIGHEST PRIORITY. YOU CAN REACH ME DAILY: 3-7 P.M. (ALSO SAT/SUN) GERMANY, 60316 FRANKFURT / MAIN ELKENBACHSTR. 51

Tel: +49 - 171 - 245 52 52 Tel: +49 - 69 - 43 19 79 Fax: +49 - 69 - 43 20 66 PERSONAL APPOINTMENTS ARE POSSIBLE IN: FRANKFURT NEW YORK - LOS ANGELES - SINGAPORE

INDIVIDUAL CONFIDENTIAL A YOUNG ENCHANTING DUTCH LADY...

AN ELEGANT BEAUTY WITH CLASS, LATE 20791.70. SHE HAS LONG BEADOF HAIR, BLUE EYES AND A MODEL-LINE FIGURE A FARTASTIC CHARMING LADY, WONDERFILLY FEBRINGE WITH FAUR AND CHARESMA. A FASCINATING PERSONALITY, WITH AN EXCELLIBIT BACKGROUND AND A UNIVERSITY DEGREE FASTION AND DESCRIPTION OF ARTIFICE LAW), A VERY WARM-HEARTED AND VIVALYOUS WOMAN SHE LIKES SPORTS SALING WATERSKIPMS. CLIF, LIONSF REDING ETC. AND ALSO FINE ARTS, ANTIQUES, THEATRE AND NICE RESTAURANTS. SHE IS CURPOUS ADOUT EVERYTHING NEW, THIS ENCHANTING LADY CAN LIVE EVERYWHERE WITH THE RIGHT FARTING.

PLASSE CALLY CO + 49 - 17 - 245 SLES OUT 49 - 49 - 43 9 79

A THE SELVCENSE IT LEAL AN INTEREMENTAL DESCRIPTION OF THE SELVCENSE IN CALLY OF THE SE

INTL SUCCESSFUL ITALIAN ENTREPRENEUR...

INTL SUCCESSFUL ITALIAN ENTREPRENEUR...

LATE OF STAR. A VERY CHARMING GENTLEMAN, FULL OF VITALITY.

THY CALLY MEDITERRANEAN APPEARANCE, ATHLETIC AND ELEGANT.

A STRONG, WARM PERSONALITY, CHEATIVE AND DIAGONATIVE COSMOPOLITAN
AND OFFI-MONED WHO RUNS HIS COMPANY WITH A GREAT SENSE OF RESPONSIBILITY, HE IJAS AN EXCELLENT BACKGROURD, MARVELLOUS HOMES IN ROME
AND BY THE COUNTRYSIDE TUSCANY), A PASSONATE GOLFER WHO LOVES LIFE
AND SULYS STAYING WITH COOD FREIDS A MAIN OF THE WORLD GOMEOUS
AND ROMANTIC, WHO IS LOOKING FOR THE RIGHT WORMAN TO START A WONDERTEL HITTEE

HE ASSOCIATION.

PLEASE CALL: (0) +49 - 171 - 26 52 52 on +49 -69 -43 1979 FOR MARRIAGE ONLY Young enchanting Belgian Lady (26), patrician family, 3 university degrees (law & business), fluent 5 languages (F, NL, E, Sp., D).

Very attractive, slim, feminine appearance with hearty chann and good She likes golf, ski, swimming, walking and travel.

Intelligent, interested in international business, culture, fine arts but above all in a warm and lesting marriage based on lave, mutual respect, loyalty and strong family values.

She is looking for a well-educated and successful gentleman with superior personality and class-up to 38 with whom she can plan such a future.

Absolute confidentiality representations to be a superior personality and class-up to 38 with whom she can plan such a future. Absolute confidentiality guaranteed. No agencies, Sincere inquiries only, Please urtie to International Herald Tribone, Box D441,
181, av. Charles-de-Ganile, 92521 Neuilly Cedex - France.



191/4 LDOS
91/4 2 LDOS
91/4 2 LT X
91/4 2 LT X
191/4 281/4 Lorech
191/4 281/4 Lorech
191/4 281/4 Lorech
191/4 191/4 Lorech
191/

.48 .05

914 MOGge 241 MOGGE 241 MOGGE 241 MOGGE 242 MOGGE 243 MOGGE 243 MOGGE 243 MOGGE 244 MOGGE 244 MOGGE 244 MOGGE 245 MOGGE 246 MOGGE 246 MOGGE 246 MOGGE 247 MOGGE 247 MOGGE 248 MOGGE 258 MO

24 NAC Re 14/s NN Boll 25/s NS BcD 94 NACC 19/s NACC 28/s NACC 28/

9 % NaxtelCn 5 NateDr 7 % Normal 5 NateDr 7 % Normal 6 North 1 North 1

,80 ,76 1.36 .12

.12

.20

20 88 52

.08e .52 .04

.22 .04

37.77111247.72536418259945905374746594594594594477265336418554

211/2 21/4 21/4 22/4 314 32/4 314 32/4 314 32/4 314 4 87/₂ 9 343 44 87/₂ 9 343 44 16/4 17/4 14/4 14 28/5 28/5

+ 154 + 154 + 154 + 154 + 174 + 776

H-J-K

.20

1.00 1.20 30 56 40 1.18

.05 e 1,12 7,88

.58

7% Fournex 5 Fd.LoB 4% Fd.LoB 20 Foresys 12% Fossi 25 Friti-Fn 8% Franch 27% Full-HB 5 Full-C 14% Fusionsy 8% Futur-Hit

2014 19 CAUS
274 174 GTT274 174 GTT274 GTT-

20% 10% I-STAT
71% 15% I-STAT
71% I-STAT
7

-- 13 1233 12 -- 15 2474 2514 -- 230 10 -- 2183 2114

L-M

Friday's 4 p.m.
This list compiled by the AP, consists of the 1,000 most traded National Market securities in terms of dollar value. It is updated twice a year.

DW YIS PE 1905 High LawLatestCripe | The control of the 7 A Consecution of Control of Con .76 1,80e .40 .88 .45 .02 .05 .16 1.16 .04 .44

D-E-F

A2 23

63159621814283313441353899217323157016179107318314167893791118344344648

1.16 3.8 9 9797

- 21 340

- 21 340

- 21 340

- 21 340

- 21 340

- 340

- 38 1697

1.00 14 8 1697

1.00 14 8 1697

1.00 15 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 1051

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 105761

- 10 10 BB& 7

The BE Asen
BBAC SR

BBAC SR

SAMC SR

SA 71 1150 19 1142 9 3452 17 2194 1276 3644 7 84 4 14470 6 3735

Friday's Closing
Tables include the nationwide prices up to the closing on Wall Street and do not reflect trades elsewhere. Via The Associated Press

Div Yid PE 180s High Law Latest Orge | Description | District | Distri

| 100 | 10° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° | 12° 14 BEH MY
114 BEAT S
114 BEAT S
114 BEAT S
115 BENGARY
115 BENGARY
117 BENGARY
117 BENGARY
117 BENGARY
117 BENGARY
117 BENGARY
117 BENGARY
118 BENGARY

17% 17% -%
4% 5 .%
7% 7% 7% -%
16 14 ...
16 7% 7%
18 15 ...
18 15 ...
18 16 ...
19 17%
19 18 ...
19 18 ...
19 18 ...
19 18 ... 17' • 5 7 1 • 6' 2 14' • 2

| Sign | Fig. 1. Cobedit n

Total Part Control of the Contro

PRO 27th Colonians
17th 25th Colonians
17th 34th Colonians
17th 35th Colonians
17th 35th Colonians
17th 37th Colonians
17th 37

M-N ... 29 x11 d 5.7 16 x71 124, 7.9 8 13 2314

| Temporary | Temp

. . .

6 | PMLUS AIC
6 | AN US INC
70 | AN UNITED
70 | AN UNITED
70 | AN UNITED
70 | AN UNITED
8 | AN UNITED
9 | AN UNITED
14 | AN VAIL
14 | AN VAIL
14 | AN VAIL
14 | AN VAIL
15 | AN UNITED
14 | AN VAIL
15 | AN VAIL
15 | AN UNITED
16 | AN UNITED
16 | AN UNITED
17 | AN UNITED
18 | AN UNITED
19 | AN UNITED
10 | AN UNITED
10 | AN UNITED
10 | AN UNITED
10 | AN UNIT 22's 17's VUCCP

21's 12's WP1T
5 = 31's WeshSye
71's 12's WeshSye
13's 12's WeshCre
13's 11's WeshCre
13's 12's WeshCre
13's 13's WeshCre
13's 13's WeshCre
13's 13's WeshCre
13's 23's WeshCre
13's WeshCre Sates figures are unafficial. Yearly highs and lows reflect the previous 52 weeks plus the current week, but not the latest rading day. Where a spit or slock dividend amountine to 25 cercent or more has been pold, the year's high-low range and dividend are shown for the new stack anty. Unless otherwise saled, rates of dividends are annual disbursements based on a dividend are shown to the new stack. The continual of the continu

12 Month High Low Stock
5% 21% Thoperly
1% 6% Total
1% 6% Total
1% 6% Total
1% 6% Total
1% 1% 10 Total

12 Aarch
12 19 Aarch
13 19 19 A Sovieto
261 19 A Sovieto

·1+++++-+ 17+ ++1-16

R-5

1944 1134 RFS HII
1944 1644 RPM
1945 1644 RPM
1154 494 RPM
1154 494 REGISTS
24 174 REGISTS
24 174 REGISTS
254 174 REGISTS
274 REGISTS
275 REGISTS
275 REGISTS
275 REGISTS
275 REGISTS
276 REGISTS
277 REGISTS
277

18 Roper
104 Royssir
164 Royssir
164 Royssir
164 Royssir
164 Royssir
164 Royssir
164 Royssir
174 Royssir
174 Royssir
174 Royssir
174 Royssir
174 Royssir
174 Royssir
164 Stall Carp
175 St

YIC PE

7-0-7

Yid PE 1005

1.0 - 250

1.0 - 250

1.0 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

1.1 - 250

.14 .16 .16 .30

.07 .07

15% 81/18C
284 17% THEA
284 17% THEA
284 17% THEA
287 17% TOOCOD
287 THEA
287 17% THEA
287 18% TECHNO
25% 18% TOOCOM
25% 18% 18% TOOCOM
25% 18% TOOCOM
25% 18% TOOCOM
25% 18% TOOCOM
25% 18% 18% TOOCOM

7% 94% - 14% 94% 1 11% 12% 1 11% 1 1

173 | 1587 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 | 1546 |

F2 2 22 State to the state of the state

Partin n planting and the second

Invest to .

A.c. 72.7 In the 127 20 , i ii ... pva†∗≃ United Co. gi 🗀 . gk = b. lies ? N. . - -فالتها ica a die nie ee And Inc. 4:

-15

.

Absolute.

It's Alway.

Relative

inistri

. 1917 - Tarando

Por Investors.

Of Worry—

مكذا من الاحل

Absolute? It's Always Relative

HE financial world is littered with snappy, superficially attractive marketing concepts that do little to further our understanding of what goes on out there. But what these epithets undoubtedly are good at is per-suading us to part with our money.

Let's consider one example from the equity markets: In the mid-1980s, when some brokers were becoming nervous about the rampant bull runs of stock markets, a quick-fix pacifier had to be found. And so the concept, lovingly and carefully marinated in absurdity, of "the weight of money" was born.

The beauty of the idea was that it partially acknowledged the truth, to wit, that the markets were indeed overvalued. But then it went on to claim that shares would continue to rise because of such factors as the savings plans that were feeding money into the market every month. The weight of money argument had it that there was nowhere for inherited wealth, left-over income, or spare capital in general to go but into the markets. Thus the money would settle, incluctably attracted by the gravitational force of the market.

But when the markets fell like a stone it became clear that money will settle just about anywhere — gold, cash, wine providing the resting place does not frighten the investor.

The hedge and derivatives fund industry produced its own concept to soothe frayed nerves when these funds were soaring upward in 1993. The gains being seen, investors were told, were "absolute performance." There was little or no correlation with the wild, erratic movement of share prices: Absolute returns were a function of the managers' ability to take value from the market and control risk.

And then the U.S. authorities raised interest rates. Absolute returns proved to be absolutely as subject to the vagaries of interest rates as shares were. Let's hope, after a tough 1994, that these funds will do well in the climate of this week's 0.5 percentage point U.S. interest rate rise. Relatively speaking of course.

As Bonds Wilted, Some Managers Quietly Raked In Profits

By Rupert Bruce

ONVENTION has it that the edge and managed futures fund business took a severe beating in the bond market meltdown last year, but the reality is quite different. In fact, while some of the most celebrated managers suffered heavy and high-profile losses, many less well-known managers quietly turned in respectable returns for 1994.

The result is that as we enter 1995, the "absolute return" school of investment management is going from strength to strength. More and more, talented investment professionals are setting up their own operations or joining existing ones. What distinguishes them from traditional managers is that they seek to make money for their investors year after year, regardless of whether the markets they trade go

The expansion is centered on the more glamorous hedge-fund side of the business. George P. Van, chairman of Van Hedge Fund Advisers, a hedge fund consultancy based in Nashville, Tennessee, estimates there are about 3,000 U.S. hedge funds and that the number is increasing at

20 percent a year.

"The snowball keeps rolling and gathering weight," he said, "and we do not really see any change in that."

But 1994 was in many ways a water-

John Demaine, a director of Sabre Fund Management, a London-based futures-fund manager, characterizes it as a year when investors remembered that these funds were not just about high rewards, they could also carry high risks. He says clients are not just looking for high rewards now, they want low volatility as well. This, he believes, is a healthy development.

During 1993, many hedge-fund managers turned in returns in excess of 50 percent, while futures-fund managers generally managed less impressive returns of about 10 percent, investors and many managers grew rich on the speculative bond market bubble.

By the beginning of 1994, George Soros, Michael Steinhardt and Julian Robertson of Tiger Management - three of the biggest New York hedge-fund managers were virtually household names not just in the United States, but in parts of Europe

Paul Tudor Jones, a futures-fund manager who had started to use hedge-fundtype strategies as well, was another treated Hedge Fund Winners and Losers

A selection of hedge funds and how they performed

A selection of nedge funds and now Fond or field company	Principal	investment capital (Dec. 31)	Siet return 1993	to investors 1994
Soros Fund Management	George Soros	* \$ 11.0 billion	4 67 4%	÷+ 3.0%
Tiger Management	Julian H. Robertson Jr.	6.0 billion	+ 61.0	- 9.0
Quantum Fund (Soras Pund Man.)	George Soras	5.Q billion	+ 67.0	, + 29
Steinhardt Partners	Michael Steinhardt	2.7 billion	+ 38.4	- 33.0
Odyssey Pariners	Leon Levy, Jack Nash	2.2 billion	4.88.8	8.5
Omega Advisors	Leon Cooperman	1.9 billion	+ 62.7	- 24.0
ong-Term Capital Management	John W. Meriwether	1.5 billion	na	- 20.0
Gingdon Capital Management	Mark Kingdon	1.0 billion	+ 40.2	- 2.4
Tatinum Asset Management	Kerr Neilson	500 million	na 🐪	+20.6
Strome Susskind	Mark Strome	460 million	+134.0	-31.0
(ynlikos Associates	James S. Chanos	300 million	44.0	445
Nyser Pratte & Co	Guy Wyser-Pratte	270 million	16.6	+ 9.0
egent Pacific FM	Jim Melion	260 million		+ 22,0
Dickstein & Company	Mark Dickstein	250 million	+ 35.0	+ 10.2
N Partners	John H. Debs	80 million	.+247	+ 55
Argonaut Cap. Management	David Gerstenhaber	50 million	+ 16.0	- 24.0
ricoleur Partners	Dan Wirnsatt	13 milion		20.6
States NYT Manple, NYT				

performances went with them.

According to their own estimates, Tiger Management's three hedge funds were all down about 9 percent on the year, while Steinhardt Partners' two funds each retreated about 30 percent. Soros Fund Management's unaudited figures show that the net asset value of the flagship Quantum Fund was actually up 2.9 percent. But as frightened investors sold, so the premium between the price and the net asset value dissolved and, according to Micropal's statistics, the price fell 16 per-

By contrast, many of the specialized managers did well. To name but two: Long-Term Capital Management, the bond arbitrage hedge fund started by a former Salomon Brothers vice chairman, as a demi-god in investment circles. When John Meriwether, made a return of 20 M.B. the bubble burst and the bond markets percent for investors. Kerr Neilson, for-

collapsed in 1994, however, many of their merly head of Bankers Trust Asset Management's retail-funds group in Australia and a stock picker, made 20 percent for his investors at Platinum Asset Management, based in Sydney, in the 11 months since he started at the beginning of last year.

The wealthy individuals, Swiss banks, U.S. "family offices," and funds of funds who invest with hedge-fund managers rewarded good performance with new funds to manage, while poor performance was punished by redemptions. Platinum now has about \$500 million under management, Steinhardt Partners saw its funds under management fall from \$4.7 billion to \$2.6 billion.

Funds of funds managers say that poor rewards from some of the so-called macromanagers, like Tiger and Steinhardt which employ virtually any strategy to make money in any market, plus a couple of spectacular disasters, have aroused a distaste for highly leveraged securities among hedge-fund investors, a desire for more regular information, and an appreciation of the old investment maxim: Understand what you are buying.

The infortunate experience of David Askin, a manager of mortgage-backed securities, is instructive. He lost in short order much of a \$600 million portfolio. and subsequently filed for bankruptcy.

"People are clearly getting back to their knitting," said David Ginsberg, managing director of Global Asset Management's multimanager group, one fund of funds

Mike Foley, director of client services at Strome Susskind, a San Franciso manager which followed up a 134 percent rise in 1993 with a 31 percent drop in 1994, said: "We have narrowed our focus. We are not playing the story of the week, we are only doing what we are really compelled by. I think that before we bought more and more into some of the ideas that other

Hedge and Derivative Funds

Page 15

The underlying markets The small investor's universe

people used instead of what we do best. We are back to concentrating on situations where there is big change going on."

In the futures-fund business, 1994 was one in a series of disappointing years. The TASS Managed Futures Index fell 2.5 percent. It rose 11.4 percent in 1993, a year when investment managers of all types did well, 0.6 percent in 1992, and 11 percent in 1991.

Nicola Meaden, managing director at TASS Management, a London-based sup-plier of investment-fund statistics, said: "Managed futures have not had a good year since 1990. I think you will find that the majority of managers fall into the technical trend following category. They have generally commented that the mar-kets have changed which makes it less easy for them to make money.

"There are so many of them doing similar things that they have almost become victims of their own success. You might have 200 traders chasing a similar move because they are all doing similar analyses and so on."

As a result, the managed futures side of the business is less buoyant and some futures-fund managers have merged. This gives them economies of scale, because it takes similar back-office systems and costs to manage funds under management of \$250 million as it does to manage \$500

Meanwhile, tomorrow's hedge-fund tycoons continue to leave the financial giants that dominate Wall Street and the rest of the world. In the last few weeks, Sushil Wadhwani, an equity strategist, has left Goldman Sachs to join Paul Tudor Jones, and Robert Citrone, a well-known fixed income manager, has quit Fidelity Investments for Tiger.

As long as the going rate for hedge-fund management remains 2 percent of funds under management plus 20 percent of all profits made that is likely to remain the case. Fees like that can make you very rich. If you are a manager, that is.

The Money Report is edited by Martin Baker

For Investors, a Source Of Worry — and of Risk

By Iain Jenkins

▼ INANCIAL regulators were not the only people alarmed by the huge losses chalked up by hedge funds and banks in derivatives markets after the bond market crash of last year. Switchboards of many mutualfund managers were jammed with calls from anxious investors wanting to know if their funds used derivatives.

Understandably, investors were wor-ried that their fixed-income, equity or emerging-market fund had also been caught out by derivatives. Fidelity, the giant Boston fund group, responded to the concern by sending out an educational pamphlet to its investors explaining the kinds of derivatives used by its portfolio managers.

Fidelity's swift action helped reassure most of its clients but the pamphlet surprised some investors. They thought that their bond fund invested in U.S. Treasuries. Deutsche mark bonds or British gilts but they discovered that it also used "structured notes," "interest-rate futures," "currency forwards" and other exotic products.

Fidelity is not alone in using derivatives. Most fund managers use derivatives as tools to reduce risk. Some use them aggressively to increase returns if their view of interest rates or equity market movements is right. American mutual funds are more comfortable with these instruments than European portfolio

Laura Llos, an analyst at Morningstar, a Chicago-based fund performance company that is starting to monitor derivative usage, said that on average bond funds have 5 percent of their portfolio invested in derivatives. Some get as high as 15 percent. However, equity funds, have on average under 1 percent in derivatives.

Miss Llos added: "A lot of bond funds were holding derivatives over the past year and this had a negative impact on performance. Today, if anything, managers are worried about frightening investors if they use derivatives and many may use them less in the future."

According to Morningstar, the \$106 million IAI growth and income fund fell 4.8 percent last year with 2 percent of these losses due to derivatives contracts. On the other hand, Gateway Index Plus, another growth and income fund, which uses options to take a defensive "hedged" strategy, rose 5.6 percent last year, thanks

largely to options. Guillaume Poli, on the derivatives team at Bankers Trust, said: "There seems to be a shift in emphasis. This year fund managers want to use derivatives as a risk management tool rather than a way of hunting improved returns. Many suffered losses last year and we have seen a lot of interest

in all kinds of hedging strategy." A common way that funds use derivatives to reduce risk is to cover potential currency devaluations when they invest in non-U.S. dollar assets. Last year the fall in the Turkish and Mexican currencies against the dollar salvaged the performance of dollar investors. But even this safety-first strategy carries risks.

Richard Fentin, portfolio manager of Fidelity Puritan Fund, which is designed to maximize income, tried to cut his risk by using "forward foreign currency" derivatives to protect the value of his Japanese equity investments against the possi-

bility of the yen falling against the dollar.
His prudent strategy backfired.
Mr. Fentin, says: "Unfortunately, the value of these currency contracts declined because the dollar weakened against the strengthening yen. It's true that the fund would have been better off if I hadn't hedged the yen, but I wasn't willing to make that move and expose the fund to currency risk. I should note that I only use foreign currency hedges if I think a foreign

currency is seriously mispriced."

Many mutual funds were caught out by the dollar weakness last year and it has sparked a debate in the industry about the



use of hedging strategies. "A lot of people take the view that if an investor doesn't like a particular market all they have to do is sell the fund. It is not the job of the fund manager to hedge the market," said Tony Fraher, managing director of Singer & Friedlander, a fund manager in London. Derivatives are also used by fund man-

agers as a way of getting exposure to a market quickly. During the boom in mu-tual fund purchases in 1993 portfolio managers often didn't want to rush into picking stocks as money flooded into their funds. Instead, they used "stock index futures" such as options on the S&P 500 or the Mexican index.

Another innovative use of "stock index futures" is an approach used by Martin Shenfield, the portfolio manager of the Singer & Friedlander Taipan Fund, which invests in Asian markets. His strategy is in response to high dealing costs in Hong Kong, which make it very expensive to sell equities before the market turns down and then repurchase them at a later date.

One of the more aggressive uses of derivatives has been in the area of "structured notes" or "indexed securities." These are customized investment products that can be designed to take advantage of an investment view held by a portfolio manager. It is a leveraged product that can be dangerous if it goes wrong.

Overall, the performance of many of the banks, hedge funds, companies and mutual funds using derivatives does not appear to have enhanced returns by much and in some cases has led to spectacular losses.

Are the Markets Beyond Regulation?

By Aline Sulfivan

ERIVATIVES have become the bugbears of the 1990s. Private investors, alarmed by the burgeoning use of derivatives, not only by banks in their dealings with other banks but also by mutual funds and regional government authorities, have been clamoring for tighter legislative controis on these volatile instruments.

In the United States in particular, pub-lic confidence has been badly shaken by some spectacular cases of derivative deals gone wrong. Investors in Procter & Gam-ble, the consumer goods giant, learned the hard way last year how the stock market's value of a company may nosedive after an apparently smart derivatives deal by its treasurer's department turns sour.

Other forms of risk are even more alarming. Mutual funds may branch out into highly geared derivatives in an attempt to improve an otherwise lackluster performance. Although regulations limit the proportion of a fund's assets that can be allocated to derivative instruments, not all fund managers remember to inform their investors that such an investment has been made.

But banking and dealing associations question whether new laws are the answer.

In the United States, where the pressure for legislation is greatest, the banks are mounting a vigorous rearguard action, claiming it would be counterproductive. "This is an evolving industry and we don't want our hands tied," said a member of one such group. "There should certainly be more self regulation but more legislation would mean irrational constraints and ultimately more risk for investors."

Legislators are buying the professionals' argument, at least for now. Many believe that the off-the-counter derivatives market is almost impossible to regulate anyway. But time is running out for advocates of the laissez-faire approach. Earlier this week, Andrew Crockett, the

general manager of the Bank for International Settlements, warned the World Economic Forum in Dayos, Switzerland, that inappropriate regulation will soon restrict derivative products unless financial institutions assuage investors' and legislators' concerns.

That message resonates strongly with bankers who are eager to fend off further legislation. Gay Evans, chairman of the International Swaps and Derivatives Association and a managing director of Bankers Trust in London, pointed out that derivatives cannot be regulated as a single product because a transaction can encompass several areas of the financial markets: foreign exchange, equities and commodities, for example. "Derivatives allow financial products to

be combined and dismantled to solve companies' problems," said Miss Evans. Legislators realize that there is value driven by this transactional activity and that good progress has been made in capturing and confining these risks. They don't want to strangle this process." Instead, professional investors say, de-

rivatives and their components must be better regulated by the financial institutions handling the products and by their industry associations.

To assist them in this goal, the New York Federal Reserve Bank in January issued its draft "Wholesale Transaction Code of Conduct." The code, which is purely voluntary, establishes guidelines for over-the-counter financial market transactions. It requires adherents to maintain effective control and compliance procedures, risk and credit management policies and regular valuation reviews.

And the Financial Accounting Standards Board is working on an accounting proposal for derivatives trading. In November, the board tentatively decided to replace the current hedge accounting

A Look at Those Perplexing OTC Derivatives

By Baie Netzer

MONG the derivatives most beloved of bankers, most confusing to investors and most suspiare so-called "OTC" derivatives. These are generally privately negotiated, overthe counter transactions such as interestrate swaps, structured notes and forward currency contracts.

Experts' estimates of the size of the market range from \$12 trillion to \$25 trillion. To take one section of the market as an example, the base amount of outstanding swaps worldwide rose from more than \$2 trillion in 1989 to almost \$9 trillion at the end of 1993, according to a survey conducted by the International Swaps and Derivatives Association last

Experts say that the flexibility the OTC market offers is behind such growth. People don't have vanilla exposures." said Gien Satty, a managing director at Swiss Bank Corp. "The OTC market al-lows portfolio managers to specify the contract size, expiration date, and maturity they desire. Exchange-traded products are generally not that well-focused."

"If, for example, you sell an interest rate future, that's a one-way bet that rates will fall," said John Board, professor of fi-

Please send in the Coupon

nance at the London School of Economics. "You can tailor the fancier OTC products so that you make lots of money if rates fall dramatically and yet you're still hedged in case they start to rise.'

For their part, investors who praise the flexibility of OTC contracts may find themselves daunted by their price. Because of the time it takes to structure these complicated transactions, OTC derivatives can generate hefty profits for a brokerage house. Asked why an investment bank would recommend an OTC derivative rather than a cheaper, more liquid exchange-traded product, one cynical in-dustry insider replied simply YTB yield to broker."

PRIVATE BANKING (INTERNATIONAL)

Invest your money in Denmark - choose between two types of accounts

No. 1. Account

. On demand account, always access to your money - High interest - monthly accrued

· VISA-card world wide - if you wish GBP 5,00% 4,75% USD ECU 4,75% 4,00% DEM 4,50°C ESB 7,125% **Fixed Term Deposits**

- Fixed interest rate for a contract period - Automatic renewal

- 19 different currencies also for No. 1 account USD 6,625% GBP 6,875% ECU 6,00% DEM 4,875% 5,00% ESB 9,375% Indicative 12 months rates (10.01.1995)

Jyske Bank Service

- Personal Account Manager

- Low costs - No account fees - No Danish taxes

- 30 years experience with foreign clients

- 150,000 shareholders

- Customers in more than 150 countries

Jyske Bank Private Banking Address _____ (International) Vesterbrogade 9 DK-1780 Copenhagen Denmark Tel. 0045 3378 7801 Fax 0045 3378 7811

😘 JYSKE BANK

Kates for January 1995 COPENHAGEN - LONDON - ZÜRICH - HAMBURG - LISBON - GIBRALTAR - FUENGIROLA

Victor Company Compa	Selection Sele	THE PURPLE SHOULD SHOUL	Column C	Lorder Size
Indexes	# GAAN Total Bord DM ACC. DM 103.25 # GAAN Universal DM ACC. DM 103.25 # GAAN Universal DM ACC. DM 103.25 # GAAN Universal DM ACC. DM 103.25 # GAN Universal DM ACC. DM	Children Schwinn Emilian Emili	UBS AM Invest-SP S.F. 98-5.5 UBS AM	

esistible

- Marine

100

A Comple

The Colombia

-- <u>-: |---</u>

್ ಾಟ್

1000

2 a. h. c.

- - - - <u>k</u> - -

· _*: - c. de

100 154 0276

nerica

. Traditions of

Derivatives Industry Tries to Live Down an 'Undeserved' Reputation

By Baie Netzer

NTIL recently, delenders of derivatives have championed their cause with a variation on the slogan often used by gun-control opponents: "Derivatives don't kill markets. Surpid portfolio managers who misuse derivatives kill mar-

Today, a growing number of academics say that argument is basically true. Despite headlines blaming derivatives for evcrything from the 1987 stock market crash to the recent bankruptcy of Orange County, California, a large number of studies have exonerated such products as futures and options from the charge that their existence increases the risk in stock, bond and commodity markets

Best Performers

January Market Scoreboard

25.875 31,07 23.500 30.6% 7.875 28.6%

24.750 21.5%

3.825 20.8% 5.125 20.8%

Price January 31 % change

lew York Stock Exchange:

Charles Goodhart of the London School of Economics. "The the price-discovery mechanism conclusion is that the existence in the market," explained Paul of a futures market does not R. Knapp, president of the Cat-increase the volatility of the unalyst Institute, a nonprofit rederlying spot market."

If investors begin using options or futures to place bets on the direction of a stock's price, won't that affect the volatility of the actual shares trading in cash markets? Of course, to regulators and investors outside the ivory towers of academia and high finance, the question doesn't sound unreasonable.

"The theoretical answer is no, the alarmist answer is yes and the academic answer is that volatility may actually be resaid Glen Satty, man-

Worst Performers

Necdel Communications A. Sprage Technology Corp. Data General Corp.

Di Benes Deplectory Unit

Price January 31 % change

search body in Chicago. "New developments often work their way into derivative prices faster than into underlying market prices because derivatives are easier, cheaper and faster to

If anything, these advantages have caused some concern that investors will abandon underlying markets for derivatives trading, according to Mr. Knapp. But in a recent study for the Sydney Stock Exchange, the Catalyst Institute found this concern unfounded.

"When you introduce a deaging director of global education in Swiss Bank Corp.'s est in the aggregate so that you international finance division. get more trading in both the ine great bulk of the empirical evidence gives a verdict risk and therefore some of the of not guilty," said Professor volatility."

derivative and in the underlying stock markets," said Mr. Knapp. "The entire market bevolatility."

9.825 -33.0% 21.125 *-21.2*%

26.250 -19.5%

38,000 -18.3%

38.125 -16.4% 43.500 -16.2%

251.00 15.8% 226.00 14.2% 2510.00 13.7%

896.60 43.6% 395.00 12.2%

1100:00 -12.0% 820.00 -11.4% 707.00 -11.1%

670.00 10.7

564.09 -33.6%

192.00 27.5%

175.00 -18.4%

980.00 -17.9%

363.00 -16.7%

187.00 -15.4%

1.060 -28.9% 3.120 -27.1% 0.605 -18.8%

0.195 -17.0% 0.890 -16.8%

3.045 -15.1%

1.490 -13.9%

4720.00 -17.2%

0.000 -18.2%

"Derivatives actually help it becomes easier to get into and

Regulators, however, may take more convincing. Many can still vividly recall the 1987 stock market crash, when socalled "portfolio insurance" programs using derivatives were blamed for increasing the magnitude of the plunge. The concern was that derivatives had increased the volatility of the financial system as a whole. The fear was of a "market melt-

Having surveyed almost 100 studies of derivatives and underlying market volatility, Professor Robert Mackay, director of the Center for Study of Futures and Options Markets at Virginia Tech, says there is no evidence that derivatives pose a "systemic risk."

"In fact, they have allowed greater diversification," he said. "Today, we may have a currency crisis and it could be that no dealer goes broke because they've all used derivatives to

Experts warn, however, that the 1987 scenario or of large tect them from losses. But your portfolio, your losses will has led researchers to what they of the lira in 1992," he said.

Redge Fund Performance 1991-1994 werage armiel rate of return, vertical scale; volatility (standard deviation), horizontal scale. Macro 29.99% 9 Emerging Markets 28.26% Distressed 25.50% © 🍙 ⁽⁹⁾ International 25.03% Growth 23.81% @ Risk Arb. 23.09% - Opportunistic 20.09% 20 (a) Market Neutral 15.68% Portfolio* 16.39% @ 15 🖲 Value 14.02% S&P 500 12.41% Convert. Arb. 11.23% 🗐

losses due to misguided trading. because the price of the put in-Remember, they caution, that creased with the market volatil-deductible but back in 1987, in the 1987 market fall, the use ity, the cost of hedging in the nobody was making a market in of dynamic hedging strategies midst of the crash ended up these types of long-term puts," did not protect portfolio man-being extraordinarily high, ache explained. "The result was

agers as they might have hoped. cording to Mr. Satty at Swiss that too many people relied on At that time, portfolio man-Bank.

Today if you buy an over"Today if you buy an over-

Security weightings of 12 hedge bind styles

Short Only 4.34%

dynamic asset allocation."

admit is a gap in their knowledge. Because information on the size and nature of the OTC market is not easily available, most of the studies done to date have focused only on exchange-

traded derivatives.
"The problem with the OTC market is that nobody knows who on earth is doing what to whom," said Professor John Board of the London School of Economics. "Banks are issuing the majority of these and it's not clear what could happen if

one major player has a prob-

"The issues in the OTC market have to do with information and disclosure rather than with their existence," Mr. Goodhart agreed, "If there are sizable positions built up and it's not clear what they are, there could be market disturbances."

Indeed, Mr. Goodhart ventured, the recent Mexican peso crisis may have resulted in part from currency speculation using OTC derivatives. Though there is not yet enough information to support this argument, "there have been studies that Yet the growing reliance on suggested the same type of tradthe studies supporting derivatives do not preclude a repeat of mism they believed would protives do not preclude a repeat of mism they believed would protives do not preclude a repeat of mism they believed would protives do not preclude a repeat of mism they believed would pro-

Investors in Managed Funds Lick Their Wounds its critics, who argue that the Brokerage and various other

By Christine Stopp

ERIVATIVES funds are not for the inexperienced, and not for the small investor. Which will come as something of a consolation, given their generally poor investment performances over the past year or so. The bottom line is that to lose money in these funds (only 42 out of 132 in the Micropal derivatives sector turned a profit, as did just 2 out of 48 guaranteed funds tracked by Managed charges compared to conven-Account Reports) you had to be rich and determined. Entry levels are high: There is

plenty of choice for a lump sum of \$100,000 but even this will not gain you entry to some funds, such as the new hedge fund range from E.D.& F. Man in partnership with Glenwood Corp. of Chicago. Glenwood will choose the fund advisers for a \$500,000 minimum. Funds from Man subsidiaries

AHL and Mint have a lower entry level at only \$30,000. Man's managing director, Colin Barrow, says that typical clients are at the high end of the retail sector, with \$30,000 to \$50,000 investments representing 5 or 10 percent of total capital. David Moore, director of funds at lar millionaires.

usually prefer, says Colin Barrow. The guaranteed fund has International Herald Tribune

No. 1 OFFSHORE COMPANY SPECIALISTS

and that it then becomes a very expensive put option which is of these charges. way out of the money.

Two-thirds of a guaranteed fund portfolio may go to providing the guarantee, though an investment in zero coupon bonds. The remainder is used to capture equity performance levels through the futures markets.

With or without guarantees,

derivatives funds have very high tional funds. Charges fall into a number of different categories. There is an annual management charge paid to cover trading management, plus a performance or incentive (ee which is usually around 20 percent of net new highs (gains over and above the fund's last peak

guarantee is only worth any- expenses of dealing will also be thing in its first couple of years, charged, and funds are often not forthcoming on the extent In addition, there may be any

number of other charges. Redemption charges, which taper down the longer you stay in the fund, are becoming fashionable and some groups charge a front-end fee. Part of the explanation for the charging structures in these

funds lie in the number of parties involved in running them. The fund manager usually contracts out investment advice to a specialist fund group.

fied" funds may include the full range of derivatives, from soft commodities to stock index futures. Many funds concentrate

The point of using derivative entitled to expect average annual returns of 18 percent to 25 turns comparable to those of turns comparable to those of the equity market, but not corbandom said.

Derivative Investments Some sample charges.					
Fund Group	Annual mgt. fee %	Perform. fee* %	Brokerage	Other	
GNI	3	20	\$9.5 to \$15 RT	Total expenses capped at \$35,000	
Credit Lyonnais Rouse	0-2	15 – 20	\$12 to \$15 on average	Redemption: 4.5% initial, descends to zero. Admin. fees: 2.5% (trading funds). 1.5% (guaranteed funds).	
ED&F Man: AHL Mint	4	20 15	\$10 to \$15 RT		
Ermitage: Selz Euro. Hedge	2	15 20	Varies	Front end: 5% max. (negotiable)	

Calculated on net new highs.

Trading funds may offer a nancials. There are also a num- movements. Depending on his

on one area, most popularly fi- related with equity market bewildering variety of objectives and risk level. "Diversified" funds may include the full nancials. There are also a nummovements. Depending on his ber offering currencies only or choice of fund on the risk-retired to expect average annuments. The point of using derivative entitled to expect average annuments.

TOUR SOCK ENGINEE Crédit Lyonnais Rouse, says 460.00 -28.8% that most of his clients are dol-1070.00 -28.2% 2250.00 -25.5% 1640.00 -23.4% Man is among the bestknown derivatives fund groups, and pioneered the guaranteed fund. Most of its current range 1400.00 -22.2% 1130.00 -22.1% 454.00 -21.5% of fund are guaranteed -715.00 -21.3% which is what small investors

BRIEFCASE

New Scudder Fund **Wagers on Brazil**

It could be argued that the biggest marketing virtue an emerging market fund might have nowadays is that of not being invested in Mexico (notwithstanding some strong rallies from shares on the Mexican Bolsa this week). The new vehicle from the American fund manager Scudder, Stevens & Clark certainly has this attraction: The latest addition to Scudder's Luxembourg-domiciled fund range invests in Bra-

Brazil, the largest economy in Latin America, is in the process of moving from very high rates of inflation and no growth to something approaching price stability, to be followed by a period of sustained growth," said Edmund Games, the fund's manager. "The Brazilian market is large, diverse and offers significant opportunity to long-

term investors." The fund is denominated in dollars and is not available to

U.S. citizens. For more information, call Scudder in London at (44 171)

irish Life Flotation

Guarantees 140% Irish Life has launched a new fund that guarantees a minimum return of 140 percent of allocated investment after five and a half years. The company adds that if the return on 95 percent of its customized index of global shares is greater, this is what investors will receive. The returns are achieved - and the company hopes to make its money—through "the expert buying" of options which, "in common with most index-based products, do not index-based products, do not assume dividends are paid or

The minimum investment in the pound-denominated fund is £2,500 (\$4,000), and there are effectively no charges for investments of more than £5,000 (i.e., 100 percent of investment

capital is "allocated" at this For more information call Irish Life at St Albans, England, at (44 727) 817 000.

Glenwood Ties in With E.D.& F. Man

point).

Glenwood Investment Group, a U.S. manager with a presence in Switzerland, has linked up with derivatives specialists E.D.& F. Man to launch the Man-Glenwood Multi-Strategy Fund Ltd.
The fund will distribute mon-

to "investment managers who, considered collectively, implement a broad range of fundamental, technical, systematic and discretionary strategies." Translated into some-thing closer to English, this means that "through carefully balanced diversification, the fund aims to achieve substantial medium-term growth through controlled volatility."

For more information, call E.D.& F. Man in Switzerland at (41) 55 46 36 36, or Glenwood in Chicago at (312) 443-8455.

In next week's Money Report: A look at fraud and money laun-



Various jurisdictions

INTERNATIONAL COMPANY SERVICES LIMITED Sovereign House, St. Johns, Isle of Man, IM43A.I, British Islas. Tel: +44 1624 BO1 801 Fax: +44 1624 BO1 800

Business

Center Every Wednesday

Contact Philip Orna Tel.: (33 1)

46 37 93 36 Fax: (33 1) 46 37 93 70 or your nearest

Professional Modishee, Full Accounting and Administration Services available at assonable cost. All less agreed with cleans with no hidden extres. U.K. LTD U.K. PLC BAHAMAS BAHAMAS SSI
B.V.I. SSI
DELAWARE SZI
GIBRALTAR SZI
HONG KONG SSI
IRELAND SZI
SILE OF MAN SZI
PANAMA SSI
MAURITTUS SSI
Ottore Basis and insurance Compani scribble to Qualified Application PETER SIDNEY 5:4 Bond Street, London, W1Y 900 355 1095 Fax. 071 465 3017 Mics, DIAMA SEAN Sies Pisce, 26-04 Cillioni Centre Segreçore 0104 Tel: 5353382 Fac: 5353881 ANDERS WADNAM, Solichor 22 Berk of America Towas, 12 Harcoust Roe Cectral, Hong Kong Tel: (852) 5220172 Fec (852) 5211150 ICEVIN MERCEUL, Astorney at Law 3501 Jambone Road, Suite 2100, Neeport Beach, CA 92680, U.S.A. Tet. (714) 654 8344 Fex. (714) 654 6967 IHT office All Credit Cards accepted or representative



INTERNATIONAL TELEPHONE COMPANY

WORLDWIDE CALL BACK SYSTEM

Now offers Direct Dial to anywhere in the world at Call Back Prices. Fax & Data can also be used with ITC's Direct Dialer.

Distributors Needed Worldwide For Call Back / Call Centers and Prepaid Calling Cards

International Telephone Company 290 Pratt Street, Meriden, CT 06450-2118 1800-638-5558 ext. 111/203-238-9794 Fax: 203-929-4906 "Limited Countries Available"

International and Domestic.



THE ROTHSCHILD INTERNATIONAL PRIVATE PORTFOLIO SERVICE

A complete investment management service for portfolios of £10,000 and above

The new Rothschild International Private Portfolio Service offers:

- ◆ a choice of five investment strategies
- ◆ independent, unbiased selection from a wide range of investment funds
- ◆ comprehensive client service including personalised portfolio reports
- ◆ management of portfolios from £10,000 (or US dollar equivalent)
- ♦ a simple and straightforward charging structure
- ♦ the backing of a tradition of excellence in private client investment management.

If you would like more information about the Rothschild International Private Portfolio Service, please call us on +44 1481 713713, fax us on +44 1481 711511 or mail the form below.

	To: Investment Marketing Department, Rothschild Asset Management (C.I.) Limited, P.O. Box 242, St. Peter Port House, Sausmarez Street, St. Peter Port, Guernsey GY1 3PH, C.I. Please send me information about the Rothschild International Private Portfolio Service.
	Title Initials Surname
•	Address
-	Issued by Rothschild Asset Management (C.I.) Limited. The value of investments and the income from them can go down as well as up and investor may not get back the original amount invested. Depending on the investor's currency of reference, currency fluctuations and on investor may not get back the original amount invested. Depending on the investor's currency of reference, currency fluctuations. 95/0204A-HT

Clinton Prods Baseball

New Appeal for a Deal Presses Both Sides

Compiled by Our Staff From Dispatches
WASHINGTON — With more prodding from the White House, baseball players and owners have started moving toward each other - but only at glacier-like speed.

Players did not make a counterproposal Thursday and it was not likely that they would make one Friday. But they probably will do so by Saturday.

"What we are trying to do is get back to them in such a way that we can determine if we can get within shouting distance of each other," the union chief. Donald Fehr, said after Thursday's talks, which were devoted to noneconomic issues.

While the union ran down the time until President Bill Clinton's Monday deadline for progress, the White House was

Moments after the talks began Thursday, the special mediator W. J. Usery was summoned from the negotiating table to the White House.

When he returned from meeting with Labor Secretary Robert Reich and the deputy

White House counsel, Bruce Lindsey, Usery did not say whether he had spoken directly to the president. The message, however, was clear.

"He emphasized in extremely strong language that the president expects this to be re-solved," Fehr said.

Asked Thursday whether there was any progress, Clinton crossed his fingers and said: "We're in it. That's all I can say. Not up. Not down. We're in it." The Boston Red Sox chief

executive officer, John Harrington, when asked how much pressure the parties were feeling, said, "heavy, heavy."

Harrington, management's chief negotiator, said Usery did not say to whom he had spoken or about what. The White House press secre-

tary, Michael McCurry, said he expected talks to intensify. "Our best assessment is that the parties are now engaged, and as in most negotiations.

the heavy breathing starts the closer you get to the deadline," March 14 hearing he he said. "We expect it to be a scheduled on the issue. long weekend."

According to a person familiar with the meeting, a White

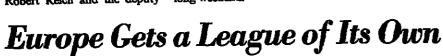
House aide told a member of Usery's staff to "get this [expletive] thing solved" or the administration would act next week. Exactly two weeks from the

start of spring training, the sides met for about four hours. The discussion, however, was all about side issues such as international play, not the main economic sticking points. While owners on Wednesday

dropped their demand for a tax that would reduce the players' share of revenue from 58 percent to 50 percent, they still insist on a tax on big payrolls that players say is too high.

Harrington said that the owners' proposal included their agreement to make a \$7.8 million payment to the players' pension fund. With the strike looming in August, the owners refused to make the payment.

The National Labor Relations Board has issued a complaint against the owners for failure to make that payment. A March 14 hearing has been



ATLANTA - Baseball is heading to southern new league. Europe in the form of a new professional women's league founded by the people who run the

"We are using this league to provide first-rate baseball to European sports fans," said Robert Hope, the league's chairman. "It just happens that the players will be women.

The Mediterranean Baseball League - with two teams each in Spain, France and Italy - will be made up of players who tried out for the Silver Bullets team last year.

The league was announced Thursday by from the host country, and will be manage Hope-Beckham Inc., an Atlanta marketing firm American professional and college coaches.

that owns the Silver Bullets and will operate the

"The people in Europe love sports and love anything that is American," said Joe Bailey, who Silver Bullets women's team in the United States.

ran the World League of American Football when it started in 1989 and will head operations for the new baseball league. "This league will be

a big hit." League cities are not yet final, but initial selections are Valencia and Barcelona in Spain, Montpellier and Nice in France, and Florence and Parma in Italy. The 80-game schedule will run from mid-June through August.

Each team will have 20 players, including five from the host country, and will be managed by



The Jazz Come to End of the Road Winning Streak

Utah's Karl Malone grabbed a rebound, beating Houston's Hakeem Olajuwon. But the Jazz fell 121-101, losing on the road for the first time since Nov. 19. Had they won, they would have tied the National Basketball Association record of 16 straight road victories, set by the 1971-72 Lakers.

Finally, Tar Heels Stop Duke in 2 OTs

The game had everything -

stirring comebacks by both teams, a 30-foot buzzer-beater. a highlight film jam and two

The only thing missing from Thursday's North Carolina-Duke classic was a sorely needed victory for the home team. Jerry Stackhouse and Rasheed Wallace each scored 25 points as the second-ranked Tar

COLLEGE BASKETBALL

Heels won, 102-100, dropping the Blue Devils to 0-8 in the Atlantic Coast Conference. "It was the greatest basketball game I've ever been in," said Stackhouse, whose rim-rattling reverse dunk in the first half si-

lenced the boisterous crowd at

Cameron Indoor Stadium. Stackhouse was fouled on the play and hit his free throw to give North Carolina a 26-9 lead. But Duke was far from finished.

midway through the second half before staging its own rally.

Duke forced the second overtime when Jeff Capel hit a long 3-pointer as time expired. But a key steal and basket by Jeff McInnis helped North Carolina hand the Blue Devils their fourth straight home loss, the first time that has happened since the 1976-77 season.

It was another blow for a Duke time expired. team already reeling from the loss for the of its ailing coach, Mike Krzyzewski, for the season and its worst ACC start ever.

Duke tied it 98-98 on Trajan Langdon's 3-pointer in the second OT, but the Tar Heels regained the lead on Donald Williams's basket and made it 102-98 when McIanis stole the inbounds pass and hit a layup.

the Blue Devils got the ball back with a chance to tie or win after North Carolina missed two shots. But Steve Wojciechowski missed a jumper with two sec-onds left and Greg Newton's put-back attempt was short. No. 7 UCLA 73, Southern

Perry 11 Sur!

Seasons and

481:50

White a chine

paring of E

PETEL TO

WAS AND THE PARTY OF

mi colin

A SECTION AND A

in Matrix

heart for the

Fraction

komis ite -

sport and control

plish the Paris

and the !

Per 2

powater

irom 163 == -"Fittl " through: John Cua

too brast. 🕸 👯 :

Party angered 3 mmal a:

1 succession CONCERD:

anywhere and

rescinder

Peny, 1

collected :--

tional icon But the

Since 1949

AC2055

l Verse Keefa 005. B

patr.

2) 🖳

19 (1620 3.7°

Marie Head

N Left

25 (do 23 to 25 to R CHAINE h Medo . Il Helpha K. S.

TANK DE

n Mention.

3 William

allower :___

WAS DESIRED.

setten, lazz till i die

Offer Contract

With the second

four Ura

Cal 69: Charles O'Bannon scored eight points during a de-cisive second-half run that led UCLA over its crosstown rival.

The former Southern Cal coach George Raveling attended his first home game since retiring earlier in the season because of injuries from a car crash.

UCLA trailed most of the game and didn't take the lead for good until Ed O'Bannon's basket with 5:39 remaining. No. 9 Michigan St. 82, Penn

St. 62: Quinton Brooks scored a season-high 24 points and Shawn Respert added 23 as Michigan State won its sixth straight. No. 12 Arizona 84. Washington St. 76: Joe McLean scored five points in the last 53 seconds

North Carolina blew its big and Arizona withstood a furilead and fell behind by 12 points ous finish by visiting Washington State. The victory was the Wildcats' 19th straight over Washington State. No. 16 Arizona State 78, Washington 73: Isaac Burton scored four points in the final

1:17 of overtime, lifting Arizona Washington's Bryant Boston sent the game into overtime when he sank a 3-pointer as

Washington took its first lead when Mark Sanford was intentionally fouled while making a layup. Sanford added a free throw and Boston hit a layup on the next possession for a 60-59

lead with 2:18 to play.
No. 17 Stanford 92, No. 22
Oregon 87: Dion Cross scored a career-high 29 points and Brevin Knight added 28 for Stanford, Ricky Price scored for Duke which held visiting Oregon withwith 37 seconds remaining and out a basket in the final 9:45.

SCOREBOARD

THE PERSON NBA Standings ASTERN CONFERENCE Pct .795 .667 .383 .372 .349 .295 .268 17 27 .384 15 27 .357 WESTERN CONFERENCE Midwad Division 643 642 645 233 Phoenix Septile L.A. Lakers Socramenta Partiand Golden State L.A. Cilepers .795 .732 .634 .581 .524 .273

Cizveland 18 23 21 21-43 Oehrolf 22 16 32 21-65 C: T.Hill 1-7 11-16 13, Brandon 6-18 2-2 15; D: G.Hill 6-12 10-11 22, Durmars 5-9 5-7 17. Re-bounds—Cleveland 45 (Brandon 9). Detroit 44 (T.Mills 9). Assists—Cleveland 15 (Brandon

5), Detroit 18 (Knight 7).
Seattle 25 22 28 25—196
Oriente 25 27 27 24—103
S; Schremaf 9-13 1-1 22, Payton 11-18 1-2 26;
O; O'Negt 15-27 9-15 39, Hordoway 7-17 2-6 17.
Rebounds—Seattle 51 (Kemp 12), Oriende 62 (O'Negt 15), Assists—Seattle 25 (McAillion 8),

Uren 25 21 24 38—191
Houston 28 26 21 44—121
U: Maione 8-17 10-10 26. Carr 5-9 8-9 18; H:
Ololuwon 15-22 11-15 41, Cassell 6-7 0-0 16. Rebounds—Utloh 58 (Akaione 10). Houston 38
(Thorpe 8). Assists—Utch 19 (Stockton 5). Processor 32 (Monwell ID).

Chicago 22 22 11 19-68
Secrumente 22 24 17 25-68
C: Pippen 7-168-1222, Arnstrong 5-182-213:
S: Williams 4-13 11-13 28, Richmond 4-15-617.
Rebounds—Chicago 47 (Pippen 11), Socro-

mento 51 (Grant 10). Assists-Chicago 15 **Top 25 College Results**

Transaction (17-1,7-1) bed Duke (10-10, 0-8) 102-100, 20T. Next: vs. North Carolina State. Saturday: 7, UCLA (13-2, 7-2) bed Southern Cal (7-12, 2-7) 73-69, Next: vs. Notre

best Penn State (12-5.44) 82-62. Next: of Ohio State, Saturday; 12, Arizana (16-4, 6-2) best Washington State (16-6, 5-3) 84-76, Next: vs. Washington, Saturday.

16. Arizona State (15-6,5-3) beat Weahinston (5-11, 1-7) 78-72, OT. Next: VS. Weahington State, Sunday: 17, Stanford (14-3,5-3) beat No. 220regon 92-87. Next: v3. Oregon State, Softurday: 22, Oregon (13-5, 4-4) lest to No. 17 Stantord 92-87. Next; vs. California at Oakland

Other Major College Scores

Mount St. Mary's, Md. 81, St. Francis, Po. 66 Rider 78. Robert Marris 46 St. Banaveshure 78. Temple 64, 20T Wosmer 85, Long Island U. 81 West Virginia 82. Rulgers 71

Ark.-Little Rock 62, SW Louisiana 5 Arkanses St. 77, South Alabama 65 Coli. of Charleston 83, Georgia St. 77 ols A3. Tenn-Mortin St E. Immos of Tenn-Morin 50 Floriga Atlantic 69, Mercer 66 Louisville 66, South Florida 65 NE Louisiana 81, Texas-Arlington New Orleans 69, Jacksonville 67 North Texas 64, NW Louisiana 59 Samford 74, Compbell 62 Tulone 81, N.C. Charlotte 59

Butler BS, Wis. Alikhamikee 75 Drais 78, Creighton 74 Ill-Chicago 82, Layole, 111, 78 SW Missouri St. 74, 18inois 51, 66 Wis.-Green Bay 55, N. Ikinois 48

Wis.-Green Bay 55. N. Illinois 48
Wright 31. 79, Defroit 44
Xavier, Ohio 92. Cleveland 51. 75
SOUTHWEST
Nicholis St. 91, Texas-Son Antonio 73
SW Texas St. 62, McNeese 91. 95
Texas-El Paso 88. Brigham Young 85. OT
W. Kentucky 83. Texas-Pon American 67
FAR WEST
CS. Martinidae 85. Socroments 51. 48 CS Northridge 85, Socramento St. 68 Colorada St. 79. Air Force 65

Congress St. 74, All Porce Genzeus BB, Layola Marymount 72 Long Beach St. 67, Nevada 64 New Mexico St. 106, Cal St.-Fullerton 74 Oregon St. 76, California 67 Portland 77, Peoperdine 64 es Clerca 89, Sen Di

NHL Standings

afic Division ₩ L TPIS GFGA



THURSDAY'S RESULTS
Otheres

8 2 2-4
Beston 8 2 2-4
First Period: B-Leach ? (Huscrafi); Secand
Period: B-R. Bouraue I (Neely, Oates); (pp).
O-Daigle (Yoshin, Hill); (pp). B-R. Bouraue
2 (Oates, Sweeney); B-Czerkowski I (Kosolonov, Neely); O-Yoshin 3 (Daigle, Hill);
(pp). Third Period: O-P. Bouraue I (Dennitra,
T. Murray); B-Smolinski I (Husbes); O-Denitra I (T. Murray, Yushin); IB-Smolinski 2,
Shots on God: O5-7.—21.8 15-12-18—46. Godles: O, Beaupre, Bales, B. Locher. THURSDAY'S RESULTS

Tampa Boy
N.Y. Rangers
N.Y. Rangers
1 2 0 8—3
First Period: NLY.-Loriner 4 (Messler,
Groves); N.Y.-Kovalev 2 (Nemchinav); TKlima 5 (Beraevin); Second Period: T-HomrIk 3 (Brodiny, Sellvanov); N.Y.-Kovalev 3
(Zubov, Love); T-Bursov 1 (Zamoner); (sh).
Third Period: None, Overtime: None, Skots on
god: T-8-9-Y-4-28, N.Y. 10-6-11-2-29. Godiles:
T. Puppa, N.Y., Hedy. Auso); Q-Sakic 4:Takrd Period: N.J.-MacLeon 2 (Lemieux, Dowd); Q-Rucinsky 2 (Ricci, Mo-lon): N.J.-Richer 3 (Hollif. McKory): Shoks on gool: Q.J-4-11—34, N.J.-9-13-11—35, Goeffes: Q. N.Y. Islan

RY, Espacers

1 4 1 1 2 0 4

First Period: P-Berunek 2 (Fedyk, Therien);
(pp). N.Y.-Lochonce 1 (Ferruro); Second Period: N.Y.-Turseon 4 (Thomos); P-Brind'Amour 2 (Golley, E. Lindrus); (pp). N.Y.-Lochonce 2 (McInnis, Ferruro); (pp). Third Period: P-Berunek 3 (Golley, Therien); N.Y.-Ferruro 3 (Fishley, Voske); P-Berunek 4 (Bontaum Callant); Duerlime: N.Y.-Ferruro (Renberg, Golley); Overlime; N.Y.-Ferruro4 (Hogue); Shots an goal: N.Y. 9-9-8-2-28. P 5-8-18-0-23. Goolles: N.Y., McLennon. P., Rous-

Montroed
9 1 0 9—1
Fiorida
Fiorida: Figures 3 (Kudelski); Second
Period: M-Muller 1 (Diane, Deslordins);
(pp).Third Period: None, Overfime: None,

(u.s.)

WHAT WOULD YOU

DU IF YOU WON THE

LUTTERY!

CALVIN AND HOBBES

WIZARD of ID

2-4

THE FAR SIDE

Shots on goal: M 947-1—23. F 9561—21. Goodles: M. Ray 2-2-2. F, Vanblesbrouck. Buffate N 1 6-1 Washington & 0 6-8 Buffele # 1 8-1 Wishington # 0 9-6 First Period: None.Second Period: B-Hower-chuk 4 (Mogliery, Svoboda); (pp).Third Period: None. Stots on soul: B 6-6-3-15. W 116-14-33. Godlies: B. Hosek. W. Teborocci. Son Jose Dollor: Period: None. Soulies: B. Hosek. W. Teborocci. First Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: S. L. Dritten 2 Errory. Period: D. Kennedy 2 (Modona, Klott); (pp.) Second Pasted: Second P

rarst Period: D-Kennedy 2 (Modene, Klott); (pp).Second Period: S.J.-Doblen 2 (Errev. Pederson); Third Period: S.J.-Ozofinsh 2 Stots on stot; S.J. 12-10-5—30, D 6-14-10—30, Gogles: S.J., Itte. D., Wokqluk. St. Leits

First Period: W-Ecoles 1 (Wilkinson, Man-son); W-Tkochuk 5 (Selanne, Zhamnov); (pp), SL-Duchesne 2 (Laperniera, Gilbert); Second Service 5 (Albachartera, Gilbert); honneou); St.-Houlder 2 (Loperriere, Miller); W-Steen 2 (Tkochuk); Third Perfect W-Seleane 5 (Zhammov, Guirád); (pp), St.-Twist 2 (Duchesne, Hull); Overfire: St.-Hull 6 (Janney, Shonahan); Subra an sout: St.-9-8-3-28, W 12-9-51-27. Godles: St., Saricont.

PAN PACIFIC OPEN

Quarter Rous
Lingsay Davensors, United States (3), def.
Anks Huber, Germany (6), 2-6, 6-4, 6-2; Iva
Majeli, Craotila (8), def. Naoko Sawamatsu,
Jacon, 4-6, 6-2, 6-0.
Kitnika Date, Japon (5), def. Canchita Mar-

tinez, Spoin (1), 0-4, 6-2, 6-3; Mosdoleno Ma-leevo, Bulgario (7), del, Mary Pierce, France (2), 6-3, 1-4, 6-3, AMWAY CLASSIC

la Auckland Quarterfinals

PHOLED ENGINEER FIFTH TEST Friday, in Perfit Australia 1st innings; 2834 FIRSY TEST

riday was a rest day. FIRST TEST

anient vs. West Indies, 1st Day Friday, in Christchurch New Zealand 1st Innings: 24 (no wicket)

The same of the sa HOCKEY

MONTREAL—Sent Donald Brashear, lett wing, to Fredericton, AML NEW JERSEY—Signed Viacheslav Feti-sov, defensemen; and John MacLean, Randy

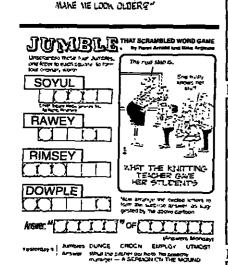
DAD SAYS THERE'S NOTHING

COZIER THEIL 4 FIRE BUT

I MINNO...

DENNIS THE MENACE





To subscribe in Germany just call, toll free, 0130 84 85 85

PEANUTS

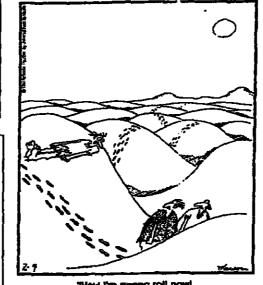






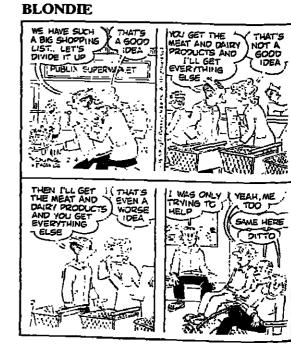


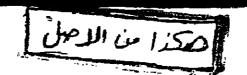


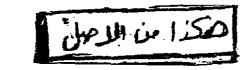












ade for SPORTS

Perry: A Player For All Surfaces, Seasons and Eras

Compiled by Our Staff From Dispatches Fred Perry never really fit in at Wimbledon. Yet he will be

ed [pward

riti Mission

7 100

7202 7202

- 234 - 734

12. E

- 122

2 524

an Battle

100/22

r Lo Lei Eide

5 × 12

ist many

-- -

للطفيحة مناسع إياد

رمنت و _{من}در در

Page Tax

1.75

the section and

277

remembered for what he achieved on Wimbledon's fabled Centre Court — three straight singles titles from 1934 to 1936. Perry, who died on Thursday at the age of 85, won five other Grand Slam titles during his career: the U.S. Open three times and the Australian and French Opens once each.

From 1921 — the year Wimbledon required its champions to play in all rounds instead of just the final - until Bjorn Borg's five consecutive titles from 1976 to 1980, Perry was the only man to prevail on the grass courts of Wimbledon three consecutive years. And he did so without dropping a set. He held the world's top ranking from 1934 to 1936.

No British man has lifted the Wimbeldon champion's

trophy since Perry's last triumph. He was higher than a god — just big time," said Virginia Wade, the last British woman to win Wimbledon, in 1977.

What a champion. It really is the passing of an era." Fittingly, it was the All England Club at Wimbledon that announced Perry's death. He died in Melbourne, where he

What a champion. It really is the passing of an era.' Virginia Wade, 1977 women's Wimbledon champion

was hospitalized after he fell in a hotel bathroom last week and cracked four ribs.

A short statement issued Friday by the Epworth Hospital in Melbourne on behalf of Perry's family said he had died of

Frederick John Perry was born in Stockport, Cheshire, on May 18, 1909. He already played an invincible brand of table tennis when, at 18, he took up the full-scale version of the sport and quickly proved himself a natural competitor.

Adept everywhere, Perry was the first man to conquer all four Grand Slam tournaments, although he did not accomphish the feat in a single calendar year. He came closest to a Grand Slam in 1934, when he collected titles at Wimbledon and the U.S. and Australian titles. His sole French Open crown came in 1935.

Perry also turned the British Davis Cup team into a powerhouse that won the international team competition from 1933 through 1936.

"Fred Perry was a superlative ambassador for our sport throughout the world," said the All England Club's chairman, John Curry. "He was a great character, big-hearted, and a true champion in every sense."

But Perry's early memories of the Wimbledon establishment were not fond.

"I was born on the wrong side of the tramlines for some at Wimbledon," he said in a recent newspaper interview. "I was too brash, too aggressive for their tastes. It was a class-ridden setup. I can still get angry when I think of the shabby way I was treated."

Perry angered Wimbledon officials when he turned professional and moved to the United States in 1937. "I suddenly became persona non grata as far as tennis was concerned," he said in another interview. "It just wasn't done

anywhere except the United States to be a pro. I wasn't allowed back to Wimbledon, where my membership was rescinded, or to any other tournament affiliated with a national federation. But the two sides eventually made peace, and Perry was a

regular fixture as a BBC radio commentator at Wimbledon since 1949.

Perry, attractive to spectators and confounding to his opponents whether the venue was amateur or professional, collected his final pro title in 1941.

77 Parade passageway 81 GAINBEAK

83 Barbarian

Frank Baum

94 BEDORISING

99 Philosophical

101 SPORETAFF

109 Hospital worker

100 Mudhole

e.g.

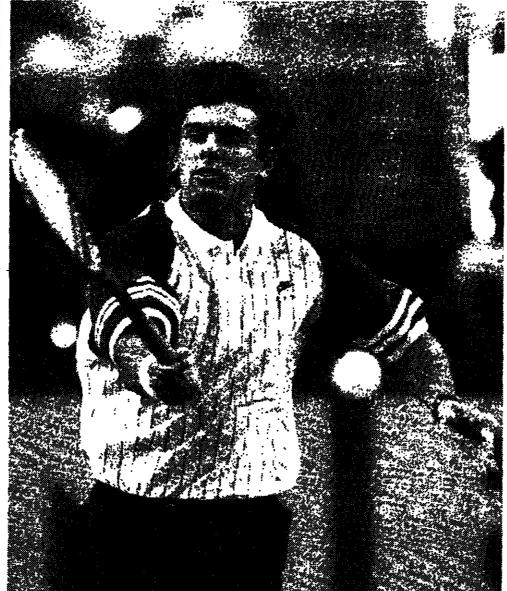
116 Vacuum tube

110 Fan

97 Lula .

98 Dudes

Straight-Sets Victory Gives France Lead Over U.S.



Cedric Poline on his way to beating Todd Martin to help France take a 1-0 lead.

Cup Jury Overrules Kiwis' Victory

SAN DIEGO — Team New Zealand's victory over oneAustralia was reveased hours later when a jury ruled that the Kiwis illegally had a man up the mast during the America's Cup race.

The reversal Thursday night handed Team New Zealand its first defeat in nine races and pulled oneAustralia within one point of the first-place Kiwis.

Team New Zealand had defeated oneAustralia by 2 minutes, 6 seconds on Thursday afprotested that the New Zeamast, apparently to search for wind. The regatta has been plagued by mild conditions in recent days.

The jury ruled that a crew

member's torso cannot be out- the stern of the yacht, he was side the yacht's sheer line any grabbed by navigator Ian longer than is needed to perform a task. When the boat heels, that person is then outside the sheer line, which is perpendicular to the surface of the sea, parallel to the hull.

Team New Zealand remains in first place, but was stripped of two points for the race Thursday. Those points were awarded to one Australia, which

now trails 10-9 in the standings. During the race on Thursday. oneAustralia skipper John Berternoon. But oneAustralia trand slipped overboard. At the end of the first spinnaker run, apart, Bertrand left the after- lack of wind. guard area at the stern to help

Burns. Burns, the tactician Glenn Bourke and crewman Adam Beashel pulled the skipper back on board. The other New Zealand

yacht, NZL-39, led all the way to rout Sydney 95 by 12:24 and move into third place with seven points. In the day's other race, France

Nippon by 2:24. It was the sec-face began to break up in the ond victory for the French.

That race will be pushed back Denmark 2, Sweden 0: Swe-As Bertrand coursed along to on Friday.

Young America and Stars & If the rain stopped and the s was postponed due to court dried, the delayed singles were to be played Saturday.

other crew push out the boom to Wednesday. Stars & Stripes den, the Davis Cup holders, to stop the yacht from gybing. was scheduled to face America? were heading for a shock exit from the first round of the 1995

German Stars Blunt Hopes for Croatia

Compiled by Our Staff From Dispatches Cedric Pioline defeated Todd Martin in straight sets Friday to give France a 1-0 lead over the United States in the opening round of their Davis Cup play. Playing the opening singles match in St. Petersburg, Florida, Pioline, who is ranked 50th in the world, dispatched Martin, No. 13, 7-5, 6-2, 6-4.

The United States came into the matches an overwhelming favorite, even with the Austra-

DAVIS CUP

lian Open finalists Andre Agassi and Pete Sampras taking time off. The U.S. team consists of Jim Courier and Martin and the doubles pair of Jared Palm-

er and Richey Reneberg.
"We don't have anything to lose," said Yannick Noah, captain of the French team, which is led by Guy Forget and Pio-

Germany 2, Croatia 0: Mi-chael Stich beat Goran Ivanisevic in four sets to blunt Croatia's hopes of posting an upset

in the opening round.

In Karlsruhe, Germany, Stich posted a 7-6 (7-3), 4-6, 6-1, 6-4 victory over the hardserving lefthander ranked fifth in the world. His victory damaged Croatia's chances from the start of upsetting three-time champion Germany in its World Group debut.

As expected, Boris Becker later overpowered Sasa Hirszon, 6-4, 6-1, 6-3, in his first Davis Cup match after a 21/2-

Becker needed just one hour and 48 minutes to pound out a triumph against a player ranked 329th in the world. The hero of Germany's Davis Cup titles in 1988 and '89 ran his singles record to 34-2 in Davis Cup play.

Croatia had hoped that Ivanisevic could beat both the German stars in singles, then team up with Hirszon on Saturday to win the doubles against Stich and Becker.

But that scenario was spoiled when Ivanisevic's powerful first serve deserted him in the last two sets against Stich. The 1991 Wimbledon champion then took advantage of his superior ground strokes for the victory.

In the day's other race, France In Durban, South Africa, a 3 also led the whole race to beat so-called all-weather court surrain, forcing South Africa to The defender race between abandon play against Australia.

opening day matches Friday. Jonas Bioerkman, a late replacement for Magnus Larsson was, beaten by Kenneth Carl-

sen, and mighty Stefan Edberg was toppled by rank outsider Frederik Fetterlein. Carlsen triumphed 1-6, 6-3, 6-4, 6-4, after Larsson, suffering from an upset stomach, was re-

Buoyed up by his teammate's victory, and the roars of support from the crowd from the second set onwards, Fetterlein came back from a 6-1 first set thrashing to beat Edberg 1-6, 7-

Spain 1, Austria 1: In Vienna. Sergei Bruguera, the French Open champion, dropped only ive games against Gilbert Schaller as he gave Spain a win-

But Thomas Muster, the Austrian No. 1, redressed the balance with an emphatic 6-4. 6-4, 6-2, triumph over Carlos

Bruguera was by far the better tactician in the opening match, leaving Schaller a frustrated spectator for much of the 92 minutes. The Spaniard won 6-1, 6-2, 6-2.

Muster, victorious on clay in his last 21st home matches, clearly had no trouble adapting to the hard surface, finishing off his opponent in 120 minutes.

Netherlands 1, Switzerland 1: In Geneva, Swiss hopes were set back when the country's top player, Marc Rosset, was sidelined for up to three months with a broken foot.

Rosset abandoned his match

Davis Cup Results FIRST ROUND, OPENING SINGLES WORLD GROUP

WORLD GROUP
Hay vs. Czech Republic
In Naples
aniel Vocai, Czech Republic, def. Andrea
sderzi, Hayr, 7-6 (7-5), 6-4, 1-4, 7-6 (7-4);
Izo Furfan, Hayr, 7-6, (7-5), 6-4, 1-4, 7-6 (7-4);
subtic, 4-6, 7-6 (7-5), 6-4, 6-4.
Denmark vs. Sweden
In Copenhopen
Terrican. Denmark, def. Jones

In Copenhagen
Kenneth Carlsen, Denmark, def.
Siorkman, Sweden, 1-6 4-3 6-4 6-4.
Austria vs. Spota
In Vienna
Sergi Brusueru, Spota, def. Gilbert Sci Austria, 4-1 6-2 6-2. Thomas Muster, Al

del Carlos Casta Spain, 6-4, 6-4, 6-4. Belgium vs. Russic

Andrei Chesnokov, Russko, def. Filip Dewuff, Belgium, 6-4 6-4 7-5: Switzerisad vs. Neitherlands 19 Geseva Jacco Etlingh, Neitherlands, def. Marc Ros-est, Switzerland, 4-6 3-2 (retired); Jokob Hig-the Entitlement (4-6 Dieberg (retired); Jokob Hig-

elizeriono, u.... ds, 46, 61, 62 many vs. Croatio

in Karlsruhe
Michael Stich, Germany, del, Garon Ivani-sevic, Croatia, 7-4 (7-3), 4-4, 6-1, 6-4; Barts Becker, Germany, del, Soso Hirazon, Croatia, ASIA/OCEANIA ZONE

Group One ippines vs. Japan in Manila 15, 6-4, 6-4; Joseph Lizo

campaign after losing both against Jacco Eltingh in the secopening day matches Friday. ond set, while leading 6-4, 2-3. He twisted over on his right foot as he ran for a forehand volley on his service game.

X-rays showed he had broken the fifth metatarsal bone in his right foot, and he was expected to be out for 10-12 weeks.

His right leg in a calf-high cast, Rosset returned to watch the end of his teammate Jakob Hlasek's victory over Richard Krajicek, 4-6, 6-1, 6-3, 6-4.

Rosset, ranked 15th, and Hlasek, ranked 71st, normally team up for the doubles. The reserve members of the squad are Lorenzo Manta and Patrick Mohr, ranked only 238th and 302d respectively, and Hlasek has never teamed with either of them in doubles.

Russia 1, Belgium 0: In Antweep, Belgium, the veteran Andrei Chesnokov gave Russia a good start with a victory over Belgium's top player. Filip Dewnlf, 6-4, 6-4, 7-5.

In the other singles match Friday, Yevgeni Kafelnikov, the world's No. 10, was to face Kris Goossens, ranked 150 places below him in the world.

Chesnokov was brought back into the Russian Davis Cup squad, which lost the final to Sweden last year, for his exper-tise on clay. Chesnokov, 29, showed more patience in the backcourt and relied on errors of the nervous Dewnif to make

the difference late in each set. Czech Republic 1, Italy 1: In Naples, Renzo Furlan, Italy's No. 2 player, beat Slava Dose-del in four sets to even their competition. (AP, Reuters)

South Koren vs. Indenesia in Secut Yoon Yong-II, South Korea, def. Bonit Wir-owan, Indonesia, 6-4-7-5, 6-2: Lee Hyung-lik, South Korea, def. Suwandi Suwandi, Insia, 6-2, 7-6, 6-2 New Zaoland vs. Talwan Results

in Wellington
Steven Downs, New Zealand, def. Lien Yu-tul, Talwan, 6-4, 6-1, 6-2; Brett Steven, New Zealand, def. Tsia Chia-Yen, Talwan, 6-1, 6-8, 6-

Legisder Poes, India, def. Thorsten Poetzi, long Kong. 6-3, 6-3, 6-8; Mohesh Shupothy, , det. Sven Kochler, Hong Kong, 6-0 6-4 6-

i. Group Two
Theiland vs. Mahaysia
ta Bangkak
Norothero Srichepshand. Theiland. del. Romeleh Romochandran. Molaysia. 6-1, 6-2, 6-2;
Adam Mallis. Molaysia. del. Voropol Thongkhamcha, Tholland. 6-1, 4-6, 6-4, 6-4.

Javendra Wijesekra, Sri Laoka def. Romia Roziyani, Iran, 6-3 6-7 6-4; Rohan de Silva, Sri Lanka, def. Mahammed Tavakoli, Iran. 6-2 Chica vs. Pokistan

la Latiere Pan Bins, China def. Omar Rasheed Paki-stan, 4-4,7-6, 7-5,7-6; Xia Jiaping, China, leads

ied, foding light, AMERICA ZONE Group One Chile vs. Argentina

in Bot

PERUSE THE CLUES By Frank A. Longo

- ACROSS 1 Needled 7 Neighbor of Ala. 10 Where to 'ang
- 13 Its capital is 18 Tempt
- 19 Create a new look 21 More
- 23 l-beam projection
- 24 Lightweight cotton fabric 25 Like an August
- 26 CHALTUPID 29 Island in a river
- 33 Magazine founded 11/23/36 34 VISSADAGE
- 31 Helpful PC key
- 32 Light rowboat 39 60's Tarzan

40 Song syllable

43 Tree trunks

Emirates

"For information on how

to win your free 2-night Luxury Break in Dubai

phone London +44 71 930 3711"

Emirates

- 44 Cylindrical buildings 45 Computer 47 Jezebel's husband 48 Kind of clock
- 84 The Joker, on TV 86 Old French 50 Thimbleful 51 JASOWB 87 Like: Suffix 88 Donnybrook 54 Mouth off
- 90 The "L" of L 55 Relief 57 Multicolored 91 ---- gestae 92 Judge Lance
- 58 Lively intelligence 59 Second-century 60 Saintly ring
- 82 Printings 64 SNILTIR R9 Raconteur 70 Lhasa ---
- (terrier) 71 Bearded
- 111 "Flash Gordon," 72 "The Graduate" 114 Seaport on the 73 Grub 115 Tractable 75 Artifice
- type 117 Temperamental 118 One-banded 119 Curious अं 120 Browning work
 - DOWN 1 British pilots' grp. 2 Unsatisfactorily 3 Metazoan stage 4 It can be a 5 So
 - 7 Gallic characteristic 8 Riga native 9 Oriental 10 Warlike
 - 11 Carnival exhibi 12 First sch. 13 Pardon, once 14 Pompous 15 — a manger (dining room); Fr. 16 Kind of clef 17 First name in TV
 - 20 Bulova rivals 22 Kind of flour 27 Adherents 28 Fragrant resin
- 30 Actress Massey 35 Electricity 36 Prefix with bar 37 — Cook Jr. of The Maitese Falcon"

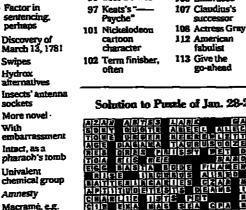
29 Coptic bishops'

40 Radon isotope 41 Garden work 42 Does lookout al 46 It's south of

28 Been Brummell

- 47 Ancient Rome's —— Forum 49 Raphael's "Triumph of 51 God-loving
- 52 Reply to a bad choice 53 "---- World Turns" 56 Famous beach
- 83 "Yo!" 85 Flamenco cheer 88 Mike Connors 57 Sits heavily

O New York Times/Edited by Will Shorts.



59 Siberian salt lake 61 Slacker 63 Medics 64 Factor in

sentencia perhaps 65 Discovery o March 13, 1781 66 Swipes 67 Hydrox alternative

68 Insects' ante sockets 89 More novel 74 With 76 Intact, as a pharaoh's tomb 77 Univalent

78 Amnesty 79 Macramė, e.g. 80 Pooh's prize 82 Capital of Deux-Sèvres

103 Words before 92 Connate 104 Float 95 Judge Salt-N-Pepa, e.g. 196 Embraced 96 Uses a crane

Solution to Puzzle of Jan. 28-29

Mansell's Grand Return With McLaren and isn't true. Money may be the mask

By Ian Thomsen International Herald Tribune

LONDON - Nigel Mansell was returned home to Formula One racing on Friday in a lavish hotel ballroom. He did not appear sentimental. He sat behind the head table in his red fire-retardant jumpsuit alongside the McLaren Mercedes chief, Ron Dennis, who had criticized Mansell in the past and then haggled for five weeks over the driver's one-

year contract. The balconies and crystal chandeliers overlooking them might have been wasted on the likes of David Coulthard, a younger man in T-shirts and jeans apparently preferred by Dennis until late last year, when Coulthard re-signed with Williams Renault. When that happened, everyone realized Mansell and McLaren would have to be married.

Mansell, an Englishman, is 41 and has 31 Grands Prix victories behind him. McLaren, the most successful Formula One team ever, did not win a race last year. Dennis hired out the opulent ballroom typical of Formula One and Mansell came striding into the room and the applause as if he belonged there. Estimates of his salary range from \$5

million to £5 million (\$7.9 million). "I think whatever it is, it isn't enough," he said. The audience laughed, and Man-sell smiled half-heartedly. "I think you can ask other drivers if someone's getting too much, and you'll never hear them say yes, because they're risking something very valuable, which is life."

He added that money hadn't been his stumbling block with Dennis, which is

for other disagreements, but gratitude and sincerity in this sport are best ex-

pressed by money. Mansell left Formula One after winning the world championship with Wilhams Renault three years ago. He won the Indy Car championship the following year, but in that year he also turned 40. Then last year he struggled occasionally in America, while in Formula One Alain Prost had retired and Ayrton Senna was killed. The new Formula One champion became Michael Schumacher, whose career hadn't been born when Mansell became famous along with Prost and Senna.

Just as Schumacher and his new rival, Damon Hill, were leading Formula One out from the era consumed by Senna's death, there seemed to be unspoken concerns about investing in Mansell's goneby fame. He wanted to come home as the most celebrated and successful driver in Formula One, but there may not have been a home to receive him.

"If I had done badly in the last races last year, I wouldn't be here now," he said. But he won the final Grand Prix last year with Williams, in Australia. "I'm one of the most honest drivers out there. I'm very honest with myself."

"I can't stop the fire from burning," he added. "If it's burning, it's burning. To be presented with the new regulations — I've always fought to keep my weight down, but there isn't a weight regulation against the driver anymore. All of the motivations are there for me like never before. If I'm on the wrong side of 40, then I'll carry the benner for the over-

40s. If you're lit enough, strong enough, if the motivation is there like never before, if you do taste it, sense it, want it, all those things - to walk away from that

kind of situation would be wrong." Dennis had criticized Mansell's personality and behavior last year, saying he could never work with someone he didn't understand. Their first meeting, once it became clear they were meant for each other, was described by Dennis as "catastrophic.

In the end, they had compromised their differences down to an argument over \$100,000. They agreed to donate the money to charity.

"In our first meeting, I got what I generally regard as Nigel's public image," Dennis said. "It is real, it's not a manufactured thing. It is real and important, especially to the media, but it isn't what I would call the real person."

The real person, he said, was the one who has become a black belt in karate and a scratch golfer, as well as the most successful active driver in the world. He will partner a 26-year-old Finn, Mika Hakkinen, who has never won a Grand Prix. He will drive with a new Mercedes engine in a year of extensive technical changes in the rules.

His competitors have won only two more Grands Prix between them than he has won by himself, but still the champion came home to a parade of doubts. Too old, more cranky than worth the bother, demanding more money than he could ever get - and it isn't enough. The look in his eyes said he was ready to risk

F R A N K F U R T - "TOP TEN" ESCORT SERVICE TEL 1089 - 577 433R. ALISTRALIAN ESCORT SERVICES RELIGIANA - LICHDON 44 1/1 2/5 6371 INTERNATIONAL CLASSIFIED **ESCORTS & GUIDES** (Continued From Page 11) BELGRAVIA M UNICH WELCO ME BECORT & GUIDE AGENCY. REASE CALL 087-97 23 14. LONDON ESCORT SERVICE TBL 071 722 5008 Greds Cards EXCENT SERVICE
TEL: 08 157821 **ORCHIDS** ZURICH - FARIS - MONACO AMETHYSTE IN TI Scort/Travel Servic CALL SWITZERLAND 089-610 22 59. LONDON'S NO.1 ESCORT LCHOON PARTS GENEVA ZUEICH Sourt Agency Credit Cords Welcom 3 Shouldham St. London WI AGENCY 071 258 0090 UK 071 589 5237 ITALY * PARS * COTE D'AZIR worldwide French Riviero escort ogency Died (nr 1) + 37 194 348 87 * A M S T E E D A M NO 1 * Ngole's Scort + Direce dates. Coll-LONDON BRAZILIAN Escort Service 071 724 5597/91 - credit cords CURTON / HERR / HOURE INTERNATIONAL ESCORTS Exort Service
Tel: 007/88 06 60, 077/88 06 70
TOS ANGELES, SAN FRANCISCO
Los Vegos - Gebby Int 1 Scort
Guide Service. (\$10) 281-8225 U.S.A. 020-6333604 Credit comb Service - Workheide Tel: 212-765-7896 New York, USA Major Credit Cards Accepted ZURICH * STAR * GÉNEVA Escort Service. 089/400 70 38 LES BLONDES AMES ESCORT Service. Landon/Heathrow/Gal Europe, Tel: UK 081 766 6827 AMSTERDAM * DREAMS * ESCORT Dinner dates & personal guide service. Tel: +31 (020-64 02 111 / 64 02 666 **ULTIMATE '10'** **CHECAGO & NEW YORK***
COSMOPOLITAN ESCORT SERVICE
Chicago Tel: 312.759-1110
New York Tel: 212.753.3939 ELEGANT ESCORT SERVICE

Barbie, the Flame of My Life

bie doll to set underwear on fire on national television. I did this on "The Late Show With David Letterman." Technically, I was on this show to promote a book, but unless you're an extremely deep thinker such as Madonna, the Letterman people don't like you to just sit there and talk. They want you to have what is known in the TV business as a Strong Visual Ele-ment, to keep things moving along. To give you an idea of what I mean, here's how the Letterman show would rate two hypotheti-

cal guest spots:
WEAK GUEST SPOT: Nobel Prizewinning research scientist explains revolutionary new and easy way to prevent can-

STRONG GUEST SPOT: Nobel Prizewinning research scientist plays badminton against a cow.

So when a Letterman show producer named Dan Kellison called me up to find out if I had any visual elements, I told him about my Rollerblade Barbie experiment. Rollerblade Barbie is a type of Barbie dollno longer available in stores, for reasons that will soon become apparent - that comes with little booties equipped with cigarette-lighter-type flint wheels; when you roll Rollerblade Barbie along a flat surface, her booties shoot out sparks. A while back, after reading a newspaper account of an accident involving a Rollerblade Barbie and some kids who were playing "beauty shop," I conducted a scientific experiment in my driveway. This experiment proved that if you spray hair spray on a set of underwear, then roll Barbie across it, the underwear will burst into

Dan instantly realized that this experiment would have great visual potential as a way to educate the Letterman audience. But he wanted to make sure it would work. so on the day of my scheduled TV appearance, I went to the theater several hours early for a rehearsal.

Backstage, besides Dan, were maybe a dozen Letterman show personnel, as well as a representative of the New York City Fire Department. The ambience was a lot less casual than it had been in my driveway. Everybody was concerned about the fire danger; everybody was also VERY concerned about how Letterman would react. One guy kept saying things like, "Is

MIAMI — If you want to know what this O. K. with Dave? Is Dave going to be comfortable with this? How close is Dave zonna be? Did we run this by Dave? May-

be we should run this by Dave again." Many eyes were watching me closely as I spread a pair of men's cotton briefs on a table, then sprayed them with hair spray. Then I picked up a Rollerblade Barbie, put her on the briefs and scooted her forward,

sparks flying, and suddenly . . . And suddenly nothing happened. So I sprayed more hair spray and tried again. Nothing, I tried a different kind of hair spray. Nothing, I tried a different set of briefs. Nothing, I tried a Rollerblade Ken (which we had on hand as a backup).

Pretty soon all the observers had change from being-concerned-about-too-much-fire mode to being-concerned-that-there-would-not-be-any-fire mode. As I furiously swiped Barbie and Ken across various sets of underwear, people crowded around, offering suggestions, including: "Maybe we should PREHEAT the underwear."

Finally, just as we were about to give up, we got it to work (the secret, discovered by Dan, was to use an ENORMOUS amount of hair spray). As the blue flames flickered on the underwear, Dan and I gave each other triumphant high-fives. I was elated, until suddenly the thought hit me: What if it didn't work on the show?

So I was a nervous wreck when, two hours later, I found myself in front of TV cameras and a live studio audience, placing underwear on David Letterman's desk, spraying it with hair spray and picking up Rollerblade Barbie. With Letterman watching me closely, I positioned Barbie on the briefs, and rolled her forward,

And once again nothing hap-

Fortunately, this turned out to be just a little Higher Power prank, because when I quickly rolled Barbie a second time, the briefs burst into flames. I don't remember much after that. Letterman picked up a fire extinguisher and blasted the briefs, then the camera person, then the audience, which was thrilled. So it turned out to be a highly educational guest spot after all, and I'm sure that you, the viewing public, learned a lot. You don't have to thank me. I'm just

trying to avoid getting a real job. Knight-Ridder Newspapers

Art Talks Back to Horror on a Sarajevo Stage

By Roger Cohen

New York Times Service

ARAJEVO, Bosnia-Her-Szegovina — This city is full of struggle: for survival, of course, but also for the salvation of dignity in the face of horror. Dignity, under siege, becomes synony-mous with civilization. Its absence constitutes the

abyss.

Nowhere is this struggle more violent than in the person of Nermin Tulic, one of Sarajevo's best-known actors. Tulic has no legs. They were blown off on June 10, 1992. A Serbian shell severed

them as he walked near his home in the center of the city. He was hospitalized, refused to eat and says he spent several weeks intending to die. Now, however, Tulic is back, Perched in a wheelchair. On a stage where the lights obey the haphazard

laws of Sarajevo's electricity

Spitting venom and derision in a production of Alfred Jarry's "Ubu in Chains" that opens on Saturday and portrays the grotesque, the abject and the heinous in the midst of a city that has no need of a stage to display them. To see Tulic, a Muslim war

victim, spew the relentless il-logic of Ubu's world in a city where civilized values and even language itself have been turned on their head through 1,000 days of siege and diplomatic gobbledygook, is to understand the barbarity of the destruction of Sarajevo and the intense

relationship of art to war. Tulic portrays a corporal in what Jarry called "army of the free men in the country of the free men."

"I wanted to play this role, I wanted to act in chains," the 43-year-old actor said. "I am nobody, just one of the 15,000 cripples in Bosnia, If I had my legs, I would be on the front line, killing, not here in the theater. But at least I have the power to act and so give something."



Macaned Press for The New York Times Nerin Tulic in a rehearsal for "Ubu in Chains."

Theater and life merge with great intensity in Sarajevo. Tulic, a denizen of the city's bars, is well known around town, The production itself, in a city so dismembered, amounts to an act of defiance and so of civic - almost Athenian - pride.

"Greek theater was the high point for me because it was part of the life of the city," said Massimo Schuster, the French director of the play. "But this hard core of theater has been lost in our rich societies. It is recovered here because the life of the spirit is intrinsic to the city's defense. In such a setting you cannot lie."

Like Susan Sontag, who directed Waiting for Godot" in Sarajevo in 1993, Schuster is dismayed at the paucity of the international artistic response to Sarajevo's plight. "In our complacency, we have failed this city." he said.

Ubu, a monster and everyman, a puppet and a tyrant, a fool and a hero, is an instantly recognizable figure in a city that has come to know the grotesqueness of the world with great intimacy.

Created by Jarry, a French playwright, in 1896, Ubu — hugely fat, obnoxious, destructive, dictatorial — comes home in

Sarajevo a century later. The capital of a country, Bosnia, that exists on paper but has been dismembered in reality greets a character, Ubu, whom Jarry described as the former king of Poland, "that is to say, nowhere." A century ago, Poland's existence was as theoretical as Bosnia's. Tulic's character, whom Schuster calls

"a horrible little jerk," is a pathetic figure, whipping his men for failing to disobey him, conducting strenuous exer-cises in indiscipline, arresting Ubu only to envy his servitude, and singing the praises of liberty only to conclude:
"We are free to do what we like, even

obey, go where we like, even to prison!

Liberty is slavery!" Convinced that fascism - in the form of a Serbian drive for an ethnically pure state — is knocking once again on Europe's door and that the Western world has acquiesced in this threat, Tulic has chosen to wear a cap from the U.S. Military Academy at West Point for his role.

A can of American vegetable oil -part of the U.S. food aid to a city whose citizens say the world likes to fatten them for the slaughter — is tied to the wheel-

The crippled corporal is pushed around the stage by a much flagellated "free man" wearing a light blue chamber pot on his head as helmet. The widely derided United Nations troops in Sarajevo are generally known as "the blue helmets."

In general, however, the play's relevance to the Bosnian war and the world's response to it is not labored. Schuster, who is based in Marseille and is best known as a puppeteer, feels strongly that the Ubu production should also amount "to a big laugh in the face of this mess." "I want the public to laugh," he said.

If the play is clearly a catharsis for Tulic, his anger remains. He drinks heavily, torn between the dignity of his calling and the abyss of his suffering. He shuns

the word "Serbs," preferring "beasts."
His wife is half-Serb and he says that after his legs had gone he wondered whether he could still take her in his arms. He rails, implores people to "look at me, not my legs." He notes acidly that he has to be carried into bars these days, whereas he used to be carried out.

One day recently be returned from a rehearsal and a subsequent session in the bars brandishing a bottle of brandy.
"I did not ask for this war, but this war is now mine," he said. "Of course, like the United Nations said, I put the shell under my own legs and exploded it. Boom. Of course, that's what I did."

The Bosnian Serbs have repeatedly suggested that the Muslims of Sarajevo were bombing themselves in order to lure NATO into the war. At times - as after a mortar attack on the Sarajevo market last year in which more than 60 people were killed - the United Nations has declined to contradict the Serbs.

"This is an experiment by the world to see how much people can suffer," Tulic continued, surrounded by his three young daughters. "That is what this city is. But my legs are not important any-more. I have three legs — my girls. And I have the stage."

His wife, Maja Hrisafovic, said that for two months after the loss of his legs, Tulic seemed determined to die. Then, in August 1992, she gave birth to their second daughter on the floor below her husband in the city hospital. "That little girl gave him life," she said.
Tulic concurred: "As my dad told me,

children need their father, even if he just sits in the corner."

The production of "Ubu in Chains," at the city's youth theater, represents his return from the corner. It is a triumphant comeback, but also a bitter one. Pushed around the stage, a small bearded figure, he yells: "So, there are some people who are disturbed by being free!"

Tulic's body, Tulic's role, Tulic's city and Tulic's country all beg profound questions as to the nature of freedom and the so-called free world. Ubu's own vision of the state of pure liberty is stark: "We will not have destroyed everything unless we destroy even the ruins."

WEATHER

Towards Wight Low W CF CF CF 21770 1253 s 1948 541 pc 1347 422 4459 1254 1457 7151 an 1514 22 2 2 345 1254 2 2 345 1256 5 1457 744 pc 1152 s 1514 pc 1152 s 1514 2 2 355 1457 744 pc 1152 744 pc

Windswept rain will reach a from the U.K. through Den-mark to southern Sweden . Monday with snow in central and nonhern Sweden and Norway. Dry weather will prevail in most continental to rain in the rain in th

North America NOTHIN AMERICA
Heavy snow will reach from
New York State into eastern
Canada as a powerful storm
moves along the coast.
Strong winds and extreme
cold will follow the storm for
a couple of days with drifting
snow. The chill will plunge
deep into the Southeast The

Today Todacrow High Low W High Low CIF CIF CIF CIF Latin America

Busnos Airas 29/84 17/82 e 29/84 17/82 pc Caracos 29/84 18/81 pc 30/88 17/82 pc Lima 26/79 21/70 e 29/79 22/71 pc Mexico City 22/71 6/48 pc 21/70 6/43 pc Rio disignary 34/83 22/71 pc 34/83 23/73 pc Santiago 24/75 12/53 e 25/77 11/52 e A departing storm will drop some snow on eastern Japan Sunday. Snow show-ers will continue in parts of northern Japan. Dry. sea-sonable weather wat prevail from Korea through east-central China. Bain will wet Vietnay and will extend

THE French cosmetics company Lancôme will release Isabella Rossellini from her contract at the end of this year. Rossellini, who has represented Lancôme for more than a decade in print and TV ads, said she "wished to pursue other projects in the world of cosmetics and perfume," and she and an unidentified cosmetics company will make an announcement next week. A spokesman for Lancôme said the actress Juliette Binoche would launch a new perfume in October but was not expected to

succeed Rossellini.

A jury has awarded Evel Knievel about \$50,000 in his invasion of privacy suit against a hotel that gave another man the key to Knievel's room. The retired daredevil scribed as a celebrity stalker) beat him severely when Paulsen entered the room and saw a former girlfriend in Knievel's bed at the Ridpath Hotel in Spokane, Washington, in 1989. The hotel said the men were known

to be friends and drinking companions. The life work of Arbit Blatas - about 200 paintings, including a series on "The Threepenny Opera" — has been stolen from **PEOPLE**

a storage locker in New York. Also missing is a gown belonging to his wife, the former singer Regina Resnik, which she wore in performance at the Metropolitan Opera. The 60 "Threepenny Opera" paintings, which Blatas, 82, worked on for 50 years, were to be donated to a museum in Dessau, Germany, the birthplace of Kurt Weill.

The pop star Elton John and the cellist Mstislav Rostropovich were awarded Sweden's Polar Music Prize, founded by Stikkan Anderson, former manager for the Swedish pop group ABBA.

After two months of agonizing, the producers of "Les Parents Terribles," a play by Jean Coctean that will open in April on Broadway, have come up with a title suit able for English-speaking audiences. (Presumably the thousands who made the play a hit in London were all French.) The run-ners-up: "Terrible Parents," "Infidelities," "Liars and Lovers," "Parents From Hell" and "Intimate Relations." The winner: "Indiscretions." Why the translation? The un-sophisticated might think the play was in French, said Gerald Schoenfeld of the Shu-

bert organization, a lead producer.



(1987)

State: !.

通知

and the second

(3 d. a.)

/ . !o. _ .

রিকার :-- --

 $\mathfrak{v}_{2,1} =$ -Mig.

 $\mathcal{D}_{\mathcal{S}[p,r]}$

True.

il a

حيلوه

12. G_{ij}, f_{ij}

Ĥξ≱_{ist}.

HANDS DOWN — Whoopi Goldberg leaving her handprints at Mann's Chinese Theatre in Hollywood.

The Left Bank: Fine cuisine. Romantic sunsets. Who could blame you for missing Buffalo?

ASIA /PACIFIC 800-1111 920-117 KOREA

NEW JEALAND 'JINK,APOR SHI (AND) 009-11

44A1 01111-111 241 4 #1

BULGARIA CROATIA FINLAND

0-800-180-18 00-1800-0610 99-38-0011 6801-0010 9800-100-10 15:-0011

KCETWO." IRELAND ITALY" LIECHTEKSTEI LargatedanG

-800-01111 POLAND 999 - 001 172-1011 155-00-11 3-300-n:11 SWEDEN 900-890-110

800-190-11 PORTUGAL 05817-1-288 41-880-4288 20-25-02-11 028-785-511 SWITZERLAND

(अ) काम । 177-100-2727 426-301 CO-BOG-12277 -in), i

MIDDLE EAST

AMERICAS PULINA. 000-8010 CHILE 80:-8312 COLOMB

肝吸供。

797-797

With ATST USADirect' and World Connect's Service you're never far from your loved ones. Sure. Paris is beautiful. It has museums and cafes and romance. It has artists, And poets, And culture, That said, let's be realistic and look at what Paris doesn't have. It doesn't have your wife, Or your kids, Or your closest friends. Let's face it, those are the people you want to share Paris with. And AT&T USADirect and World Connect Service makes it fast and easy Simply dial the AT&T Access Number for the country you're in, and an English-speaking operator will contrect you in seconds. Sure, you love Paris. But there's one place you love even more. What better time to call the place you call home

TruelCarld Connections

